

ALASKA



COMPREHENSIVE
ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 1991

Walter J. Hickel, Governor



STATE OF ALASKA

For the Fiscal Year
July 1, 1990 - June 30, 1991

COMPREHENSIVE ANNUAL FINANCIAL REPORT

Prepared by
Department of Administration
Division of Finance

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STATE OF ALASKA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
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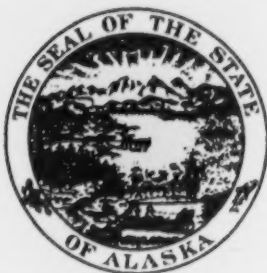
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INTRODUCTORY SECTION

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STATE OF ALASKA

DEPARTMENT OF ADMINISTRATION

OFFICE OF THE COMMISSIONER

WALTER J. HICKEL, GOVERNOR

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November 27, 1991

The Honorable Walter J. Nickell
Governor
Office of the Governor
P.O. Box 110001
Juneau, AK 99811

Dear Governor Hickel:

In accordance with Alaska Statute (AS) 37.05.210, it is my pleasure to transmit to you the Comprehensive Annual Financial Report of the State of Alaska for the fiscal year ending June 30, 1991. Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the State. To the best of our knowledge and belief, the enclosed data are accurate in all material respects and are reported in a manner designed to present fairly the financial position and results of operations of the various funds and account groups of the State. Statistical and demographic information are included to enable the reader to gain an understanding of the State's financial activities.

The Comprehensive Annual Financial Report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, an organization chart, a list of the Executive Branch functions by department, and a list of the State's legislators. The financial section includes the general purpose financial statements, and the combining and individual fund and account group financial statements and schedules. The financial section also includes the notes to the financial statements that outline pertinent accounting and reporting policies—as well as explain significant financial matters that are essential to full disclosure of the State's financial operations and condition. The statistical section includes selected financial and demographic information.

THE REPORTING ENTITY AND ITS SERVICES

The funds and entities related to the State of Alaska included in our Comprehensive Annual Financial Report are controlled by or dependent on the State. The following criteria were used in determining if a particular entity should be included in this report as an integral part of State government: selection of the governing authority, appointment of management, legislative or executive ability to significantly influence operations, and accountability for fiscal operations.

The State provides a range of services including education, health and social services, transportation, law enforcement, judicial, public safety, community and economic development, public improvements, and general administrative services.

ACCOUNTING SYSTEM AND BUDGETARY CONTROL

The State's financial statements for governmental funds, expendable trust funds, and the agency funds have been prepared on a modified accrual basis of accounting, with revenues being recorded when measurable and available and expenditures being recorded when services or goods are received and the liabilities incurred. The proprietary, nonexpendable trust, pension trust, and college and university funds are reported on the accrual basis of accounting.

The State's system of internal controls over the accounting system has been designed to provide reasonable, but not absolute, assurance regarding the safeguarding of assets against loss from unauthorized use or

disposition and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived, and the evaluation of costs and benefits requires estimates and judgements by management.

Budgetary control is exercised by legislative authorization of expenditures appearing in the State session laws. These laws also identify the source of funding for the budgeted amounts. Control is maintained at the departmental level by the encumbrance of estimated purchase amounts prior to the release of purchase orders to vendors. Purchase orders which result in an overrun of available balances are not released until budget revisions are approved or additional appropriations are made. Open encumbrances are reported as reservations of fund balance at June 30, 1991.

GENERAL FUND OPERATIONS

The well-being of the State of Alaska is best reflected in the operations of the General Fund. Because of the constitutional prohibition of dedicating the proceeds of State taxes and licenses, General Fund appropriations are made for practically every program in Alaska.

The State ended FY 91 with a General Fund balance available for appropriation in the amount of \$696.3 million compared to \$300.1 million at the end of FY 90.

	FY 91 (millions)	FY 90 (millions)	Change (millions)
<u>Reserved</u>			
Encumbrances	\$ 187.9	\$ 170.5	\$ 17.4
Nonliquid Investments	40.7	57.0	(16.3)
Other	7.1	7.1	0.0
Total Reserved	235.7	234.6	1.1
<u>Unreserved</u>			
Designated			
Continuing Appropriations	199.1	151.3	47.8
Other	188.6	252.0	(63.4)
Balance Available for Appropriation	696.3	300.1	396.2
Total Unreserved	1,084.0	703.4	380.6
Total Fund Balance	\$1,319.7	\$ 938.0	\$ 381.7

The following schedule shows the composition of the reserve for nonliquid investments amount shown above:

	FY 91 (millions)	FY 90 (millions)	Change (millions)
<u>Reserves</u>			
Mortgage Loans and Obligations of State Corporations	\$ 5.4	\$ 9.8	\$ (4.4)
Obligations Pledged to AHFC	7.0	8.4	(1.4)
Alaska Agriculture Action Council Loans	0.1	0.0	0.1
Loan to St. Paul Island School	0.2	0.0	0.2
Last Resort Housing Loans	0.7	0.6	0.1
Water Resource Loans	0.7	0.8	(0.1)
Mortgage Contracts Receivable	18.1	29.1	(11.0)
Kodiak Slaughterhouse Loans	0.1	0.1	0.0
Advances	0.0	4.0	(4.0)
Inventories	4.6	4.2	.4
Prepaid Expenses	3.8	0.0	3.8
Total Nonliquid Investments	\$ 40.7	\$ 57.0	\$ (16.3)

General Fund revenues for FY 91 were \$3,994.2 million, an increase of \$532.0 million over revenues of \$3,462.2 million for FY 90. Revenues for the last two years are shown in the following schedule:

<u>Revenues</u>	<u>FY 91</u> <u>(millions)</u>	<u>Percent</u> <u>of Total</u>	<u>FY 90</u> <u>(millions)</u>	<u>Percent</u> <u>of Total</u>
Taxes	\$ 1,764.2	44.2%	\$ 1,506.7	43.5%
Rents and Royalties	1,421.8	35.6%	1,025.4	29.6%
Investment Income	84.2	2.1%	77.5	2.2%
Interagency Receipts	0.0	0.0%	139.8	4.0%
Federal Grants	566.7	14.2%	524.1	15.2%
Miscellaneous	157.3	3.9%	188.7	5.5%
Total Revenues	<u>\$ 3,994.2</u>	<u>100.0%</u>	<u>\$ 3,462.2</u>	<u>100.0%</u>

As indicated in the following schedule, the major source of revenue is petroleum related.

<u>Unrestricted Revenues</u>	<u>FY 91</u> <u>(millions)</u>	<u>FY 90</u> <u>(millions)</u>
Petroleum Revenue		
Property Tax	\$ 85.0	\$ 89.8
Corporate Petroleum	216.6	117.1
Severance Tax	1,284.8	1,001.6
Intergovernmental Receipts	9.1	6.3
Bonus Sale	18.9	0.0
Rents and Royalties	1,400.7	1,024.9
Special Settlements	0.0	154.8
Total Petroleum Revenue	<u>3,015.1</u>	<u>2,394.5</u>
Nonpetroleum Revenue		
Taxes	177.8	145.3
Licenses and Permits	29.1	27.8
Intergovernmental Receipts	7.9	5.1
State Resources Revenue	149.8	159.0
Miscellaneous Revenue	13.4	10.1
Total Nonpetroleum Revenue	<u>378.0</u>	<u>347.3</u>
Total Unrestricted Revenue	<u>3,393.1</u>	<u>2,741.8</u>
Total Restricted Revenue	<u>601.1</u>	<u>720.4</u>
Total Revenue	<u>\$ 3,994.2</u>	<u>\$ 3,462.2</u>

The total expenditures charged against general fund appropriations during FY 91 amounted to \$2,731.5 million, an increase of \$7.8 million from FY 90. In addition, residual equity transfers of \$546.9 million, operating transfers for debt service of \$73.2, and other operating transfers of \$441.2 million brings the total FY 91 disbursements from the general fund to \$3,792.8 million.

Expenditures by department are compared with the prior year in the following tabulation:

<u>Department</u>	<u>FY 91</u> <u>(thousands)</u>	<u>Percent</u> <u>of Total</u>	<u>FY 90</u> <u>(thousands)</u>	<u>Percent</u> <u>of Total</u>
Office of the Governor	\$ 21,666	.8%	\$ 39,374	1.5%
Administration	167,969	6.1%	204,994	7.5%
Municipal Grants	40,349	1.5%	45,779	1.7%
Law	50,395	1.8%	59,917	2.2%
Revenue	37,291	1.4%	35,714	1.3%
Education	796,637	29.2%	754,980	27.7%
Health and Social Services	441,010	16.1%	429,196	15.8%
Labor	44,025	1.6%	45,249	1.7%
Commerce and Economic Development	59,434	2.2%	55,315	2.0%
Military and Veterans' Affairs	16,223	.6%	22,301	0.8%
Natural Resources	90,568	3.3%	65,376	2.4%
Fish and Game	84,135	3.1%	86,303	3.2%
Public Safety	90,224	3.3%	82,153	3.0%
Environmental Conservation	65,736	2.4%	76,145	2.8%
Corrections	109,311	4.0%	100,429	3.7%
Community and Regional Affairs	147,803	5.4%	158,680	5.8%
Transportation and Public Facilities	381,763	14.0%	379,781	14.0%
Legislature	32,460	1.2%	31,028	1.1%
Debt Service	11,607	.4%	12,105	.4%
Alaska Court System	42,861	1.6%	38,882	1.4%
Total	<u>\$ 2,731,467</u>	<u>100.0%</u>	<u>\$2,723,701</u>	<u>100.0%</u>

Article IX, Section 16, of the Alaska Constitution, establishes an annual appropriation limit of \$2.5 billion plus adjustments for changes in population and inflation since July 1, 1981. For FY 92, the Division of Budget Review estimates the limit to be approximately \$5.0 billion. A separate appropriation limit, set by AS 37.05.540, states that appropriations made in a fiscal year may not exceed appropriations made in a preceding year by more than 5 percent plus the change in population and inflation since the beginning of the preceding fiscal year. For FY 92, the Division of Budget Review estimates the limit to be \$3.3 billion exclusive of appropriations for Federal and other non-general fund receipts.

DEBT ADMINISTRATION

The State of Alaska bond ratings are Aa from Moody's Investors Service and AA- from Standard and Poor's Corporation.

In addition to direct appropriations from the General Fund, the State finances capital projects from the proceeds of general obligation bond sales. The schedule below is a summary of general bonded debt and debt service activities for the fiscal year ended June 30, 1991.

<u>Activity</u>	<u>Bonds</u> <u>Outstanding</u> <u>(millions)</u>	<u>Interest</u> <u>to Maturity</u> <u>on O/S Bonds</u> <u>(millions)</u>	<u>Total</u> <u>Debt Service</u> <u>to Maturity</u> <u>(millions)</u>
Balance July 1, 1990	\$ 290.5	\$ 54.0	\$ 344.5
Debt Service Paid	<u>77.5</u>	<u>18.0</u>	<u>95.5</u>
Balance June 30, 1991	<u>\$ 213.0</u>	<u>\$ 36.0</u>	<u>\$ 249.0</u>

There were no new State of Alaska General Obligation Bonds authorized in FY 91. No authorized general obligation bonds remain unissued.

Other categories of debt are state-supported, guaranteed, moral obligation, revenue, agency, and agency

collateralized debt. State-supported debt includes University of Alaska debt, lease-purchase financing obligations, and the share of municipal general obligation bonds issued for school construction which is reimbursable by the state. Guaranteed debt consists of revenue bonds issued by the Alaska Housing Finance Corporation for the purpose of purchasing mortgage loans made for residences of qualifying veterans. Moral obligation debt is State agency debt which is secured, in part, by a reserve fund to which is attached a discretionary replenishment provision. International Airports revenue bonds constitute all State revenue debt. Agency debt has been issued by nine distinct State authorities or corporations and is secured by revenues generated from the use of bond proceeds or the assets for the agency issuing the bonds. Agency collateralized debt pledges, as security for the debt, loans or securities which are 100 percent insured or guaranteed by another party of superior credit standing.

CASH MANAGEMENT

The State's cash is controlled by the Treasury Division of the Department of Revenue or by other administrative bodies as determined by law. All cash deposited with the State Treasurer by State entities is managed in pooled investment funds to maximize interest earnings. Idle cash is invested pursuant to Alaska Statute (AS) 37.10.070 and AS 37.10.071 which mandates that investments shall be made with the judgement and care exercised by an institutional investor of ordinary professional prudence, discretion, and intelligence.

The State's investment policy for the General Investment and Segregated funds is one that maximizes the preservation of principal, avoids residual risks, minimizes credit and market risks, concentrates on large yet very marketable issues, and seeks to achieve a relatively high but nonvolatile investment return within a fiscal year.

The current General Investment and Segregated funds investment policy limits the investments to nonresidual, fixed income obligations. The majority of holdings consist of U.S. Treasury issues, which have the lowest credit risks, the highest marketability, and the best secondary markets for large holdings. The remaining holdings consist of short-term commercial or bank paper issues which have low credit risks and a slightly greater yield than U.S. Treasury issues.

The investment policy for Retirement funds is one that maximizes the returns on the funds' total investments over a long-time span without undertaking an unreasonable degree of risk of reducing the principal of the funds or of realizing the lower returns which would necessitate raising the contribution levels. The two major investment classes within the retirement funds are fixed income investments and equity investments. Within the fixed income class are U.S. government, corporate, and real estate investments. Within the equity class are domestic, foreign, and real estate investments.

The daily volatility in fund balances is handled through overnight repurchase agreements with a limited number of prime dealers with whom the Treasury Division has binding written agreements. The repurchase agreements have almost no risk because they are fully collateralized by delivered U.S. Treasury securities having a minimum market value of 102 percent of the cost of the repurchase agreement.

All deposits are insured or collateralized with securities held by the State or by its custodian in the State's name. All investments are insured or registered in the State's name and are held by the State or its custodian. This arrangement provides for the lowest safekeeping risk classification as defined by the Governmental Accounting Standards Board (GASB) Statement No. 3 and GASB's Technical Bulletin No. 87-1.

PUBLIC EMPLOYEE'S AND TEACHERS' RETIREMENT SYSTEMS PENSION FUNDS

Total assets at June 30, 1991, of the Public Employees' (PERS) and Teachers' (TRS) Retirement Systems' funds were \$3.0 billion and \$1.8 billion respectively. As of the June 30, 1990, actuarial valuations, PERS and TRS had unfunded pension benefit obligations of \$7.0 million (99.7% funded) and \$188.7 million (90.0% funded) respectively.

ALASKA PERMANENT FUND

The Alaska Permanent Fund is an asset of the State of Alaska which is managed by the Alaska Permanent Fund Corporation, an instrumentality of the State of Alaska.

In 1976 the Alaska Constitution was amended to provide that:

At least 25% of all mineral lease rentals, royalties, royalty sale proceeds, federal mineral revenue sharing payments, and bonuses received by the State shall be placed in a Permanent Fund, the principal of which shall be used only for those income-producing investments specifically designated by law as eligible for Permanent Fund investments. All income from the Permanent Fund shall be deposited in the General Fund unless otherwise provided by law.

Subsequent legislation increased the Permanent Fund's share to 50 percent for rents and royalties on mineral leases issued after December 1, 1979, and for bonuses on mineral leases issued after February 15, 1980.

The Permanent Fund is made up of two parts, principal and earnings. Principal is the main body of the trust. At June 30, 1991, this amounted to \$10.9 billion. The sources of Fund principal were as follows: \$4.3 billion in constitutionally-dedicated oil revenues; \$2.6 billion of Fund earnings added to principal for inflation-proofing; and \$4.0 billion in additional deposits approved by special legislative appropriation.

Permanent Fund earnings, from inception through June 30, 1991, have amounted to \$7.9 billion. Of this amount, \$3.2 billion has been paid out for dividends, \$2.6 billion has been added to principal for inflation-proofing, \$1.3 billion has been added to principal by special appropriation, \$0.2 billion has been paid out to the General Fund, and \$0.6 billion remains in the Fund in the earnings reserve account.

SIGNIFICANT ECONOMIC EVENTS

Supplemental Benefits System

\$134.8 million of deposits with insurance companies, at January 31, 1991, are invested in guaranteed investment contracts with an insurance carrier that was taken over by California state regulators in April, 1991, resulting in uncertainty about the value of these plan assets.

To address this situation the Investment Loss Trust Fund was established by statute, AS 37.14.300, Chapter 42 of the 1991 Session Laws of Alaska. The purpose of this fund is to provide financial security to participants in the state supplemental annuity plan and other annuity holders who may be harmed by the possible insolvency of the insurance carrier.

The Fund was capitalized with \$138.1 million of appropriations to the Fund (Chapter 41 of the 1991 Session Laws of Alaska). \$45.0 million was transferred to the Fund in FY 91 with the remaining \$93.1 million transferred to the Fund effective July 1, 1991.

Exxon Valdez Oil Spill Settlement

During the 1991 fiscal year, the State continued its recovery from the Good Friday, March 24, 1989, oil spill. On that day, the Exxon oil tanker Valdez hit Bligh Reef outside of the Port of Valdez, Alaska, which resulted in approximately eleven million gallons of crude oil being spilled into the waters of the coast of Alaska. The legislature has appropriated funds to pay the initial State agency expenditures for the clean up effort.

It is difficult to assess the long-term economic impacts resulting from the oil spill. The initial impact has resulted in people being employed to assist with the cleanup, but people who rely on the fishing and other industries affected by the damage to the environment by the oil spill have not been able to pursue their normal source of income.

On September 25, 1991, the State of Alaska, the United States, and Exxon entered into a comprehensive settlement of the Exxon Valdez litigation. The settlement was approved by the United States District Court on October 8, 1991, and should become final by December 9, 1991. Under the terms of the settlement, Exxon will pay approximately \$900 million to the governments over a ten year period. That money will be used for restoration projects in Alaska, as determined by the state and federal trustees, and to repay the governments for certain expenses resulting from the spill. At the same time that the federal court acted

The Honorable Walter J. Mickel

November 27, 1991

on the civil litigation, it approved a criminal plea agreement which required Exxon to pay the State of Alaska \$50 million in restitution. That sum has been deposited in the State Treasury and will be used for restoration and other specifically described activities. The state's lawsuit against Alyeska is still being pursued except for natural resource damage claims which were released under the terms of the Exxon agreement.

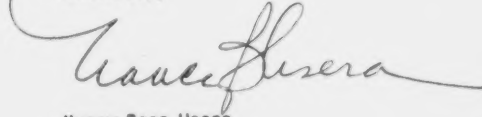
Fire Suppression

At the beginning of the 1991 fiscal year, the State experienced the beginning of what was to be a disastrous fire fighting season. The estimated costs of fire suppression efforts in FY 91 were in excess of \$51 million.

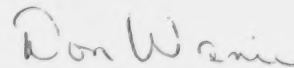
ACKNOWLEDGEMENTS

I wish to express my sincere appreciation to the many individuals whose dedicated efforts have made this report possible. More changes have been made to this year's annual financial report as a part of the ongoing project to bring the State's annual financial report into compliance with generally accepted governmental accounting principles and reporting practices. The preparation of this report could not have been accomplished without the professionalism and dedication of the personnel of the Division of Finance.

Sincerely,



Nancy Bear Usera
Commissioner

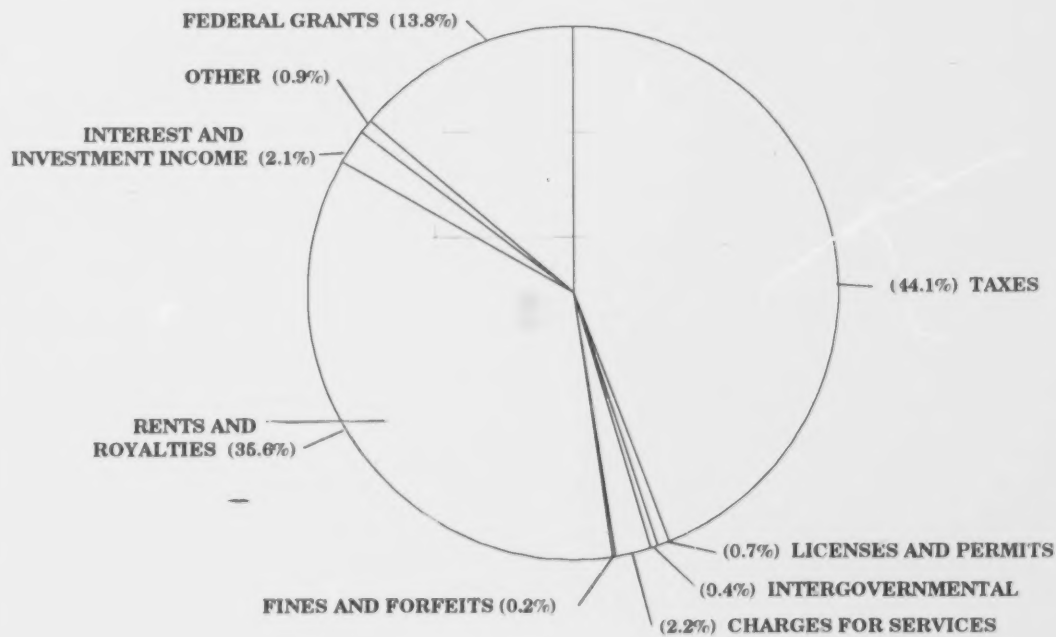


Don Wanie
Director
Division of Finance

STATE OF ALASKA GENERAL FUND REVENUE SOURCES

FOR THE FISCAL YEAR ENDED JUNE 30, 1991

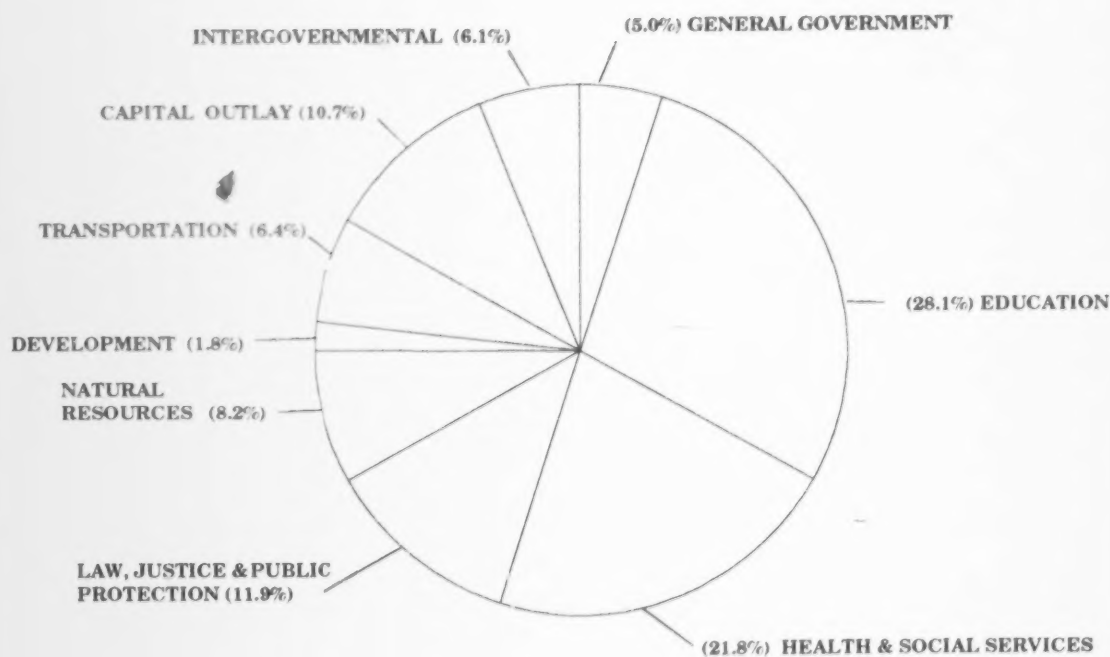
\$3,994.2
(Millions)



STATE OF ALASKA GENERAL FUND EXPENDITURES BY FUNCTION

FOR THE FISCAL YEAR ENDED JUNE 30, 1991

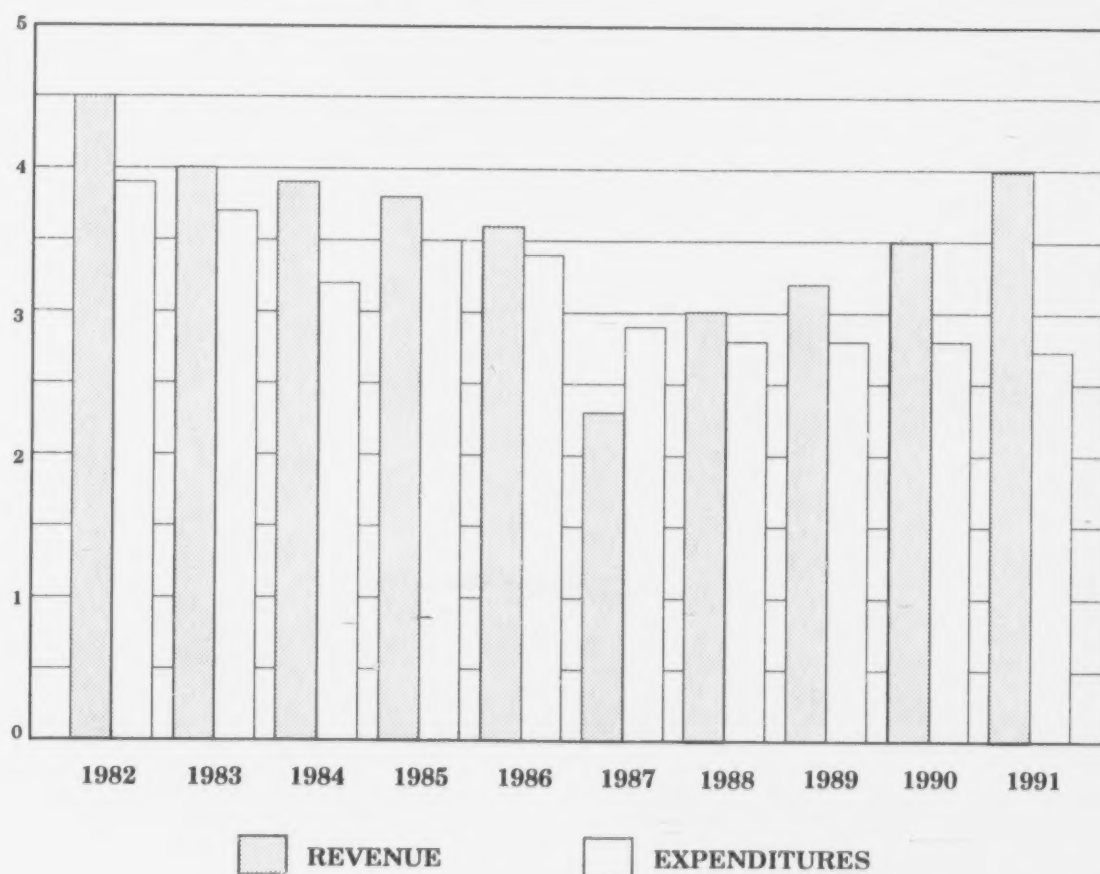
\$2,731.5
(Millions)



STATE OF ALASKA GENERAL FUND EXPENDITURES AND REVENUES

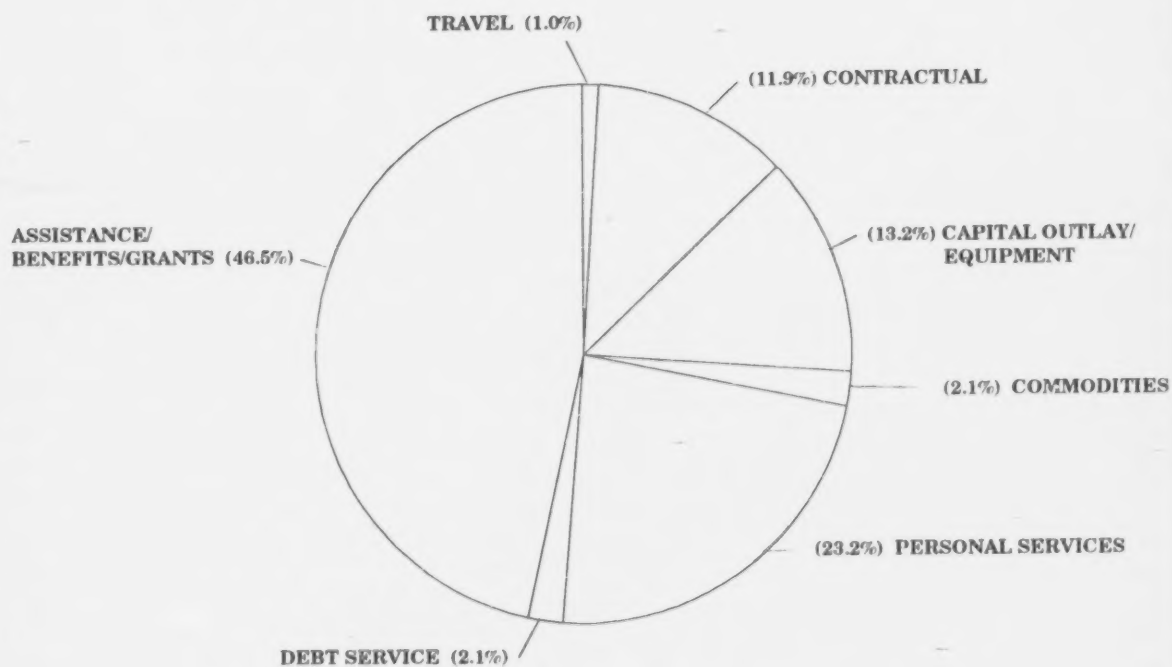
TEN YEAR COMPARISON
FISCAL YEAR 1982 THROUGH 1991

(Stated in Billions)



STATE OF ALASKA GENERAL FUND EXPENDITURES BY ACCOUNT

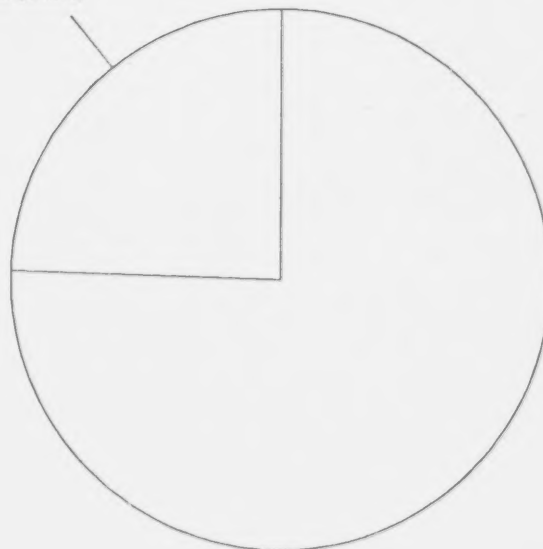
FOR THE FISCAL YEAR ENDED JUNE 30, 1991



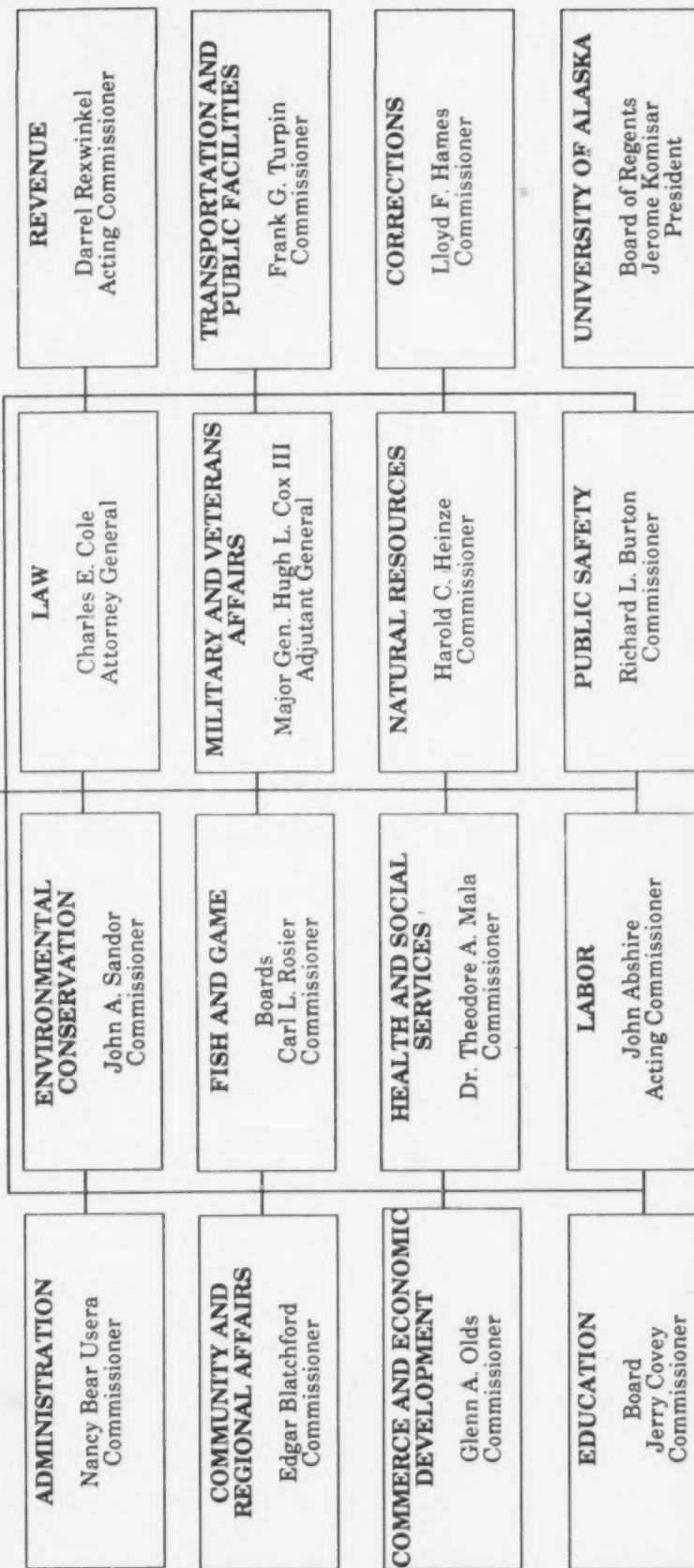
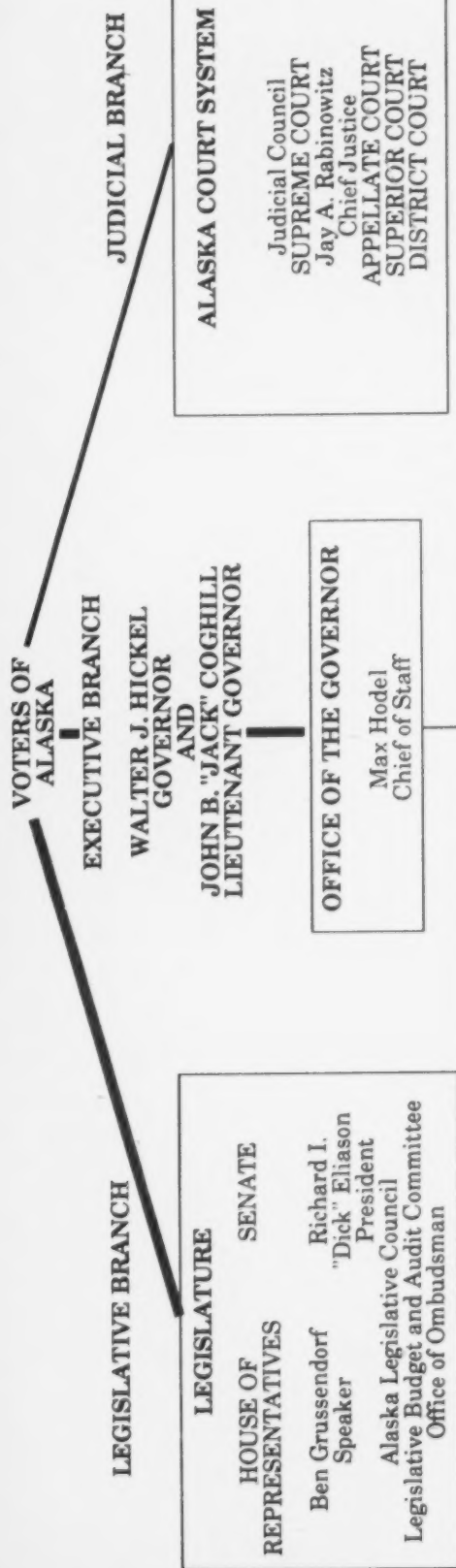
**STATE OF ALASKA
GENERAL FUND
PETROLEUM VS. NONPETROLEUM
REVENUES**

FOR THE FISCAL YEAR ENDED JUNE 30, 1991

NONPETROLEUM REVENUES (24.5%)



(75.5%) PETROLEUM REVENUES



— Elected by popular vote (includes Lieutenant Governor, elected on same ticket as Governor).
 — Justices and Judges of the Courts nominated by Judicial Council, selected by Governor and thereafter subject to voter approval.
 — Department Heads appointed by the Governor and confirmed by the Legislature.

FUNCTIONS OF STATE DEPARTMENTS

OFFICE OF THE GOVERNOR

Executive Office Alaska State Commission on Human Rights
Lieutenant Governor Alaska Women's Commission
Office of Management and Budget State Boards and Commissions
Division of Elections

The Governor is the Chief Executive of the State. The Office of the Governor has the overall coordinative responsibility for the activities of State agencies to assure that all programs are consistent with Alaska's goals, objectives, and projects.

LAW

Legal services for all State agencies, opinions and instruments, legislative drafting and review, civil actions; all prosecutions of violations of State law, Consumer Protection.

EDUCATION

State Board of Education is a policy-making body. Department administers public school funding programs; provides instructional and administrative leadership to school boards and school districts; provides adult, vocational education and correspondence study programs; administers State library and museum services; and provides vocational rehabilitation services.

LABOR

Administers programs to foster and promote the welfare of the wage earners of the state, to improve working conditions and advance the opportunities for profitable employment. Administers the employment service, unemployment insurance, and workers' compensation programs; enforces laws and regulations dealing with job safety, hours of work, wages, and work conditions; inspects plumbing and electrical installations, amusement rides and ski lifts, and boiler and pressure vessels to assure compliance with recognized standards; serves as the labor relations agency for public employment in the state; and collects, analyzes, and releases labor market and population statistics.

MILITARY AND VETERANS AFFAIRS

The Department of Military and Veterans Affairs is responsible for the organization, operation and deployment of the Alaska Army and Air National Guard, the Alaska Division of Emergency Services, and the Division of Veterans Affairs.

The DMVA administers federal programs which provide mission capable military organizations through the Adjutant General's State Area Command. The National Guard currently is authorized over 5,000 members located in over 100 communities throughout Alaska. Supports federal and state agency search and rescue operations.

Through the Alaska Division of Emergency Services, DMVA directs programs for emergency preparedness and response. The goal is preservation of life and property by prevention of disaster where possible, and reduction of impact when they are unavoidable.

The DMVA serves as a focal point for veterans programs. Creates programs to raise awareness, visibility, and credibility with the state's veteran population, which is the highest per capita in the nation. Assists Alaskan veterans and their dependents/survivors in obtaining state or federal entitlements available.

FISH AND GAME

The Department of Fish and Game is mandated to manage, protect, maintain, improve and extend the fish, game and aquatic plant resources of Alaska in the interest of the economy and general well-being of the State. The Boards of Fisheries and Game adopt regulations to conserve and develop these resources. The commissioner and the department conduct management and research functions necessary to support these goals.

ENVIRONMENTAL CONSERVATION

The Department of Environmental Conservation is a technical, regulatory, and grant agency. It protects public health and the environment by preventing or responding to air, land, and water pollution, assures wholesome fish, meat, and dairy products for consumers; enforces basic standards for sanitation in public facilities; and provides technical and financial assistance to communities for water, sewer, and solid waste facilities.

CORRECTIONS

Responsible for the administration of correctional facilities and field supervision of sentenced adult offenders and for the care and custody of adults who are detained pending criminal prosecution in order to protect the public and to provide opportunities for rehabilitation to persons under supervision.

COMMUNITY AND REGIONAL AFFAIRS

State and federal assistance to citizens and governments at the local and regional level to resolve problems associated with local government and community planning, unemployment, resource and energy management, child care, housing issues, community development, and rural economic development.

ADMINISTRATION

Services to State Agencies: Personnel, Labor Relations, Retirement and Benefits, Finance (payroll, accounts and disbursements), General Services (purchasing, supply, distribution and mail, space allotment), Risk Management, Information Services (telecommunications, computer services, RATNET). **Services to the Public:** Pioneers' Benefits (including Longevity Bonus), Older Alaskans Commission, Office of Public Advocacy, Public Defender Agency, Alaska Public Broadcasting Commission, Alaska Public Offices Commission.

REVENUE

Administration and enforcement of tax laws; collection, investment, and management of State funds and employee trust funds; administration of the Permanent Fund Dividend Program, the Shared Taxes program and the Child Support Enforcement program; issue and collect revenues from fisheries business licenses and administer other licensing programs mandated by statute.

HEALTH AND SOCIAL SERVICES

Responsible for a wide variety of health and social service programs which impact virtually every Alaskan. Health programs include medical assistance for Alaska's poor as well as a full range of public health programs which include public health nursing services, vital statistics, emergency medical services, infectious disease control, and maternal and child health programs, among others. Additionally, the Department offers programs in mental health and developmental disabilities and prevention and treatment services associated with substance abuse.

Social services include administration of public assistance programs and a variety of programs for children and families, including adult and child protection services, foster care, child residential care, preventative services and youth corrections.

COMMERCE AND ECONOMIC DEVELOPMENT

Provides consumer protection through the regulation of banking, securities and corporations, insurance, weights and measures, oversize and overweight vehicles, professional licensing boards, business licensing, and games of chance and contests of skill.

Promotes economic development in the state through promotion of tourism, encouragement of business and nonpetroleum-related industries, and support of regional economic development efforts. Administers several loan programs.

Also includes: the Alaska Seafood Marketing Institute, Public Utilities Commission, State Housing Authority, Energy Authority, Oil and Gas Conservation Commission, Industrial Development and Export Authority, Tourism Marketing Council, Amateur Sports Authority, and Railroad Corporation.

NATURAL RESOURCES

Encourages settlement of state land and development of its resources by making them available for use consistent with the public interest. Responsibilities include managing 85 million acres of state land and over 69 million acres of tide and submerged land for multiple use and sustained yield. The department's goals are to: protect the environment, encourage responsible resource development, and conserve scenic and recreational resources. The department manages the largest oil and gas field in North America, the most extensive state park system in the US, as well as the state's water, timber, mineral and agricultural base.

PUBLIC SAFETY

Responsible for enforcement of state law including fish and wildlife protection laws, driver licensing, motor vehicle registration, fire prevention, search and rescue, highway safety, compensating victims of violent crime, certifying police proficiency, assisting victims of domestic violence and sexual assault.

TRANSPORTATION AND PUBLIC FACILITIES

Responsible for the planning, research, design, construction, maintenance, and operation of all State transportation systems and public facilities. This includes approximately 300 State-owned airports, 5,600 lane miles of State-maintained roads, 1,200 buildings ranging from maintenance shops to State office complexes, ports, harbors, and erosion control facilities. In addition, the department owns and operates the Alaska Marine Highway System, serving 31 Alaskan communities with connections to Bellingham and Prince Rupert. The department also owns and operates the International Airports in Anchorage and Fairbanks, and operates the State Equipment Fleet in support of all departments.

ALASKA STATE LEGISLATURE
SEVENTEENTH LEGISLATURE - FIRST SESSION
1991

HOUSE OF REPRESENTATIVES

NAME	PARTY	DISTRICT	NAME	PARTY	DISTRICT
Baker, Larry	(R)	10-A	Jacko, George G., Jr.	(D)	26
Barnes, Ramona L.	(R)	14-A	Koponen, Niilo E.	(D)	21
Boyer, Mark	(D)	20-B	Kubina, Eugene G.	(D)	6
Brown, Kay	(D)	12-A	Larson, Ronald L. "Ron"	(D)	16-B
Bruckman, Betty	(D)	8-A	Leman, Loren	(R)	9-A
Carney, Pat	(D)	16-A	Lincoln, Georgianna "Georg"	(R)	24
Choquette, Dave	(R)	8-B	Mackie, Jerry	(D)	2
Davidson, Cliff	(D)	27	Martin, Terry	(R)	13-B
Davis, Bettye	(D)	14-B	MacLean, Eileen Panigeo	(D)	22
Davis, Cheri L.	(R)	1-B	Miller, Mary	(R)	15-A
Donley, Dave	(D)	11-A	Miller, Mike W.	(R)	18
Ellis, Johnny	(D)	12-B	Moyer, Tom	(D)	19
Finkelstein, David	(D)	13-A	Navarre, Mike	(D)	5-A
Foster, Richard	(D)	23	Parnell, Kevin "Pat"	(D)	10-B
Gonzales, John C.	(R)	17	Phillips, Gail	(R)	5-B
Gruenberg, Max F., Jr.	(D)	11-B	Phillips, Randy	(R)	15-B
Grussendorf, Ben F. SPEAKER	(D)	3	Sharp, Bert M.	(R)	20-A
Hanley, Mark	(R)	9-B	Taylor, Robin L.	(R)	1-A
Hudson, Bill	(R)	4-A	Ulmer, Fran	(D)	4-B
Ivan, Ivan M.	(D)	25	Zawacki, James E. "Jim"	(R)	7

PRESIDING OFFICER

Ben F. Grussendorf

HOUSE FINANCE COMMITTEE

MacLean	Co-Chairman
Navarre	Co-Chairman
Boyer	Vice-Chairman

Brown, Jacko, Koponen, Larson,
 Ulmer, Barnes, Phillips, Sharp

SENATE

NAME	PARTY	DISTRICT	NAME	PARTY	DISTRICT
Adams, Albert P.	(D)	L	Jones, Lloyd	(R)	A
Collins, Virginia M.	(R)	F-B	Kerttula, Jalmar M. "Jay"	(D)	E-A
Cotten, Sam	(D)	I-B	Menard, Curt	(D)	E-B
Craft, Shirley	(D)	K-B	Pearce, Drue	(R)	G-A
Duncan, Jim	(D)	C	Pourchot, Pat	(D)	H-A
Eliason, Richard I. "Dick" PRESIDENT	(R)	B	Rodey, Patrick M.	(D)	G-B
Fischer, Paul A.	(R)	D	Shultz, Dick	(R)	J
Frank, Steve	(R)	K-A	Sturgulewski, Arliss	(R)	F-A
Halford, Rick	(R)	I-A	Uehling, Rick	(R)	H-B
Hoffman, Lyman F.	(D)	M	Zharoff, Fred F.	(D)	N

PRESIDING OFFICER

Richard I. "Dick" Eliason

SENATE FINANCE COMMITTEE

Kerttula	Co-Chairman
Pourchot	Co-Chairman
Duncan	Vice-Chairman

Adams, Hoffman, Shultz, Uehling

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FINANCIAL SECTION

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**GENERAL PURPOSE
FINANCIAL STATEMENTS**

STATE OF ALASKA
COMBINED BALANCE SHEET
ALL FUND TYPES AND ACCOUNT GROUPS
June 30, 1991
(Stated in Thousands)

STATEMENT 1.01

	Governmental Fund Types			
	General Fund	Special Revenue Funds	Debt Service Funds	Capital Projects Funds
ASSETS:				
Cash and Investments	\$ 1,311,419	\$ 53,224	\$ 9,122	\$ 20,667
Accounts Receivable - Net	144,269	1,376		1,489
Accrued Interest	28,341		2,727	
Claims Receivable				
Interfund Receivables	73,152	4,284	886	
Reposessed Property				
Inventories	4,618			
Loans, Notes, and Bonds Receivable	23,471	18	139,415	
Plant, Property, and Equipment - Net				
Construction in Progress				
Restricted Assets				
Net Investment in Direct Financing Leases				
Land				
Other Assets	4,506			22
Amount Available and to be Provided for Retirement of General Long-Term Debt				
Total Assets	<u>\$ 1,589,776</u>	<u>\$ 58,902</u>	<u>\$ 152,150</u>	<u>\$ 22,178</u>
LIABILITIES AND FUND EQUITY:				
Liabilities:				
Warrants Outstanding	\$ 54,985	\$ 27	\$	\$ 13
Accounts Payable	162,564	2,694		
Interest Payable			1,904	
Deferred Revenues, Advances, and Prepayments	2,036			
Interfund Payables	46,966	6,602	10	2,172
Revenue Bonds Payable				
Notes and Bonds Payable		7,185	144,035	
Other Long-Term Debt				
Liabilities Payable From Restricted Assets				
Other Liabilities	3,507			
Total Liabilities	<u>270,058</u>	<u>16,508</u>	<u>145,949</u>	<u>2,185</u>
Fund Equity:				
Contributed Capital:				
Restricted				
Unrestricted				
Investment in Fixed Assets				
Retained Earnings:				
Reserved				
Unreserved:				
Designated				
Undesignated				
Fund Balances:				
Reserved for:				
Encumbrances	187,918	5,103		7,200
Nonexpendable Trust Corpus				
Other	47,768	19,217	796	
Unreserved:				
Designated	387,775	11,680	5,405	12,793
Undesignated	696,257	6,394		
Total Fund Equity	<u>1,319,718</u>	<u>42,394</u>	<u>6,201</u>	<u>19,993</u>
Total Liabilities and Fund Equity	<u>\$ 1,589,776</u>	<u>\$ 58,902</u>	<u>\$ 152,150</u>	<u>\$ 22,178</u>

The notes to the financial statements are an integral part of this statement.

STATEMENT 1.01

Proprietary Fund Types		Fiduciary Fund Types	Account Groups		College and University Funds	Totals (Memorandum Only)
Enterprise Funds	Internal Service Funds	Trust and Agency Funds	General Fixed Assets	General Long-Term Debt		June 30, 1991
\$ 2,152,401	\$ 14,652	\$ 17,675,670	\$	\$	\$ 107,785	\$ 21,344,940
36,501	1,103	82,445			35,122	303,305
66,617		222,919				320,804
41,188						41,188
280,220	6,205	634,160			6,973	1,005,880
61,956						61,956
	3,389				6,097	14,104
4,237,128		215				4,400,247
842,477	55,637	2,873	2,119,250		624,868	3,645,105
287,644			346,807			634,451
238,568						238,568
198,254						198,254
38,680			17,141,469			17,180,149
61,436		72			64,175	130,211
				462,359		462,359
<u>\$ 8,543,270</u>	<u>\$ 80,986</u>	<u>\$ 18,618,354</u>	<u>\$ 19,607,526</u>	<u>\$ 462,359</u>	<u>\$ 846,020</u>	<u>\$ 49,981,521</u>
\$ 2,766	\$ 495	\$ 13,755	\$	\$	\$ 36,997	\$ 72,041
37,404	1,481	48,563				289,703
57,496						59,400
38,695						40,731
287,789		612,360			7,422	963,321
480,653						480,653
3,672,223	138			216,347		4,039,928
8,850				133,578	28,820	171,248
4,243						4,243
52,158	8,385	174,374		112,434	64,096	414,954
<u>4,642,277</u>	<u>10,499</u>	<u>849,052</u>	<u>0</u>	<u>462,359</u>	<u>137,335</u>	<u>6,536,222</u>
717,308						717,308
2,238,453	23,578		19,607,526		602,040	2,262,031
						20,209,566
17,250						17,250
390,124						390,124
537,858	46,909					584,767
		70				200,291
		11,084,006				11,084,006
		6,685,226			84,641	6,837,648
					19,000	436,653
					3,004	705,655
<u>3,900,993</u>	<u>70,487</u>	<u>17,769,302</u>	<u>19,607,526</u>	<u>0</u>	<u>708,685</u>	<u>43,445,299</u>
<u>\$ 8,543,270</u>	<u>\$ 80,986</u>	<u>\$ 18,618,354</u>	<u>\$ 19,607,526</u>	<u>\$ 462,359</u>	<u>\$ 846,020</u>	<u>\$ 49,981,521</u>

STATE OF ALASKA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 ALL GOVERNMENTAL FUND TYPES AND EXPENDABLE TRUST FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 1.02

	Governmental Fund Types	
	General	Special Revenue
Revenues:		
Unrestricted		
Taxes	\$ 1,764,155	\$ 2,720
Licenses and Permits	29,089	9,815
Intergovernmental	17,004	
Charges for Service	56,677	280
Fines and Forfeits	6,685	89
Rents and Royalties		
General Fund	978,486	
Alaska Permanent Fund	435,005	
Public School Fund	8,331	
Contributions		
Interest and Investment Income	84,230	3,005
Other	13,397	933
Total Unrestricted	3,393,059	16,842
Restricted		
Federal Grants-in-Aid	549,713	1,384
Charges for Service	30,078	
Other	21,349	
Total Restricted	601,140	1,384
Total Revenues	3,994,199	18,226
Expenditures:		
Current Operating		
General Government	136,752	856
Education	768,677	2,773
Health and Social Services	594,402	594
Law, Justice, and Public Protection	326,273	9,295
Natural Resources	223,953	9,143
Development	47,935	
Transportation	174,207	
Capital Outlay	292,859	
Debt Service		
Intergovernmental	166,410	1,624
Total Expenditures	2,731,468	24,285
Other Sources (Uses):		
Operating Transfers (Out), Debt Service	(73,208)	
Operating Transfers (Out), Other	(441,246)	(1,603)
Operating Transfers In	118,783	8,536
Total Other Sources (Uses)	(395,671)	6,933
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	867,060	874
Fund Balances, Beginning of Year	956,642	45,296
Prior Period Adjustment	(9,595)	(3,776)
Residual Equity Transfer (To) Other Funds	(546,875)	
Residual Equity Transfer From Other Funds	52,486	
Fund Balances, End of Year	\$ 1,319,718	\$ 42,394

The notes to the financial statements are an integral part of this statement.

STATEMENT 1.02

Governmental Fund Types		Fiduciary Fund Types	Totals (Memorandum Only) Year Ended
Debt Service	Capital Projects	Expendable Trust	June 30, 1991
\$	\$	\$ 66,722	\$ 1,833,597
		90	38,904
			17,094
			56,957
			6,774
		224,789	224,789
			978,486
			435,005
			8,331
9,795		136,684	136,684
	7	25,484	122,514
		2,352	16,689
9,795	7	456,121	3,875,824
	1,575		552,672
			30,078
			21,349
0	1,575	0	604,099
9,795	1,582	456,121	4,479,923
		4,458	142,066
			771,450
		610,297	1,205,293
			335,568
			233,096
			47,935
			174,207
	5,603		298,462
104,867			104,867
			168,034
104,867	5,603	614,755	3,480,978
		(30,159)	(73,208)
73,213		520,583	(473,008)
			721,115
73,213	0	490,424	174,899
(21,859)	(4,021)	331,790	1,173,844
6,327	45,748	701,945	1,755,958
		2,020	(11,351)
	(21,734)		(568,609)
21,733		46,744	120,963
\$ 6,201	\$ 19,993	\$ 1,082,499	\$ 2,470,805

STATE OF ALASKA
 COMBINED STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - BUDGETARY BASIS
 GENERAL AND SPECIAL REVENUE FUND TYPES
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 1.03

	General Fund		
	Final Revised Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:			
Unrestricted			
Taxes	\$ 1,404,100	\$ 1,764,155	\$ 360,055
Licenses and Permits	26,600	29,089	2,489
Intergovernmental	11,200	17,004	5,804
Charges for Service	46,200	56,677	10,477
Fines and Forfeitures	8,900	6,685	(2,215)
Rents and Royalties	806,200	1,421,822	615,622
Interest	110,000	90,049	(19,951)
Other	15,000	13,397	(1,603)
Total Unrestricted	<u>2,428,200</u>	<u>3,398,878</u>	<u>970,678</u>
Restricted			
Federal Grants-in-Aid	1,898,192	553,702	(1,344,490)
Charges for Service	593,286	30,078	(563,208)
Interagency Receipts	272,671	133,039	(139,632)
Other	123,521	75,300	(48,221)
Total Restricted	<u>2,887,670</u>	<u>792,119</u>	<u>(2,095,551)</u>
Total Revenues	<u>5,315,870</u>	<u>4,190,997</u>	<u>(1,124,873)</u>
Expenditures:			
Current Operating			
General Government	234,951	196,192	38,759
Education	811,383	802,224	9,159
Health and Social Services	667,715	627,132	40,583
Law, Justice, and Public Protection	358,551	343,564	14,987
Natural Resources	335,749	281,784	53,965
Development	98,673	71,802	26,871
Transportation	273,554	247,885	25,669
Capital Outlay	1,433,779	542,305	891,474
Intergovernmental	241,497	215,985	25,512
Total Expenditures	<u>4,455,852</u>	<u>3,328,873</u>	<u>1,126,979</u>
Excess of Revenues Over (Under) Expenditures	860,018	862,124	2,106
Other Sources (Uses)			
Operating Transfers (Out), Debt Service	(97,749)	(73,208)	24,541
Operating Transfers (Out), Other	(498,462)	(444,859)	53,603
Operating Transfers In	146,028	146,028	0
Residual Equity Transfers (To) Other Funds	(677,786)	(652,884)	24,902
Residual Equity Transfers From Other Funds	158,495	158,495	0
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses (Budgetary Basis)	<u>\$ (109,456)</u>	<u>(4,304)</u>	<u>\$ 105,152</u>
Reconciliation of Budgetary/GAAP Reporting			
Adjust Expenditures for Encumbrances		376,975	
Excess of Revenues and Other Sources Over (Under) Expenditures and Other, GAAP Basis		372,671	
Fund Balances, Beginning of Year		956,642	
Prior Period Adjustments, Net		(9,595)	
Fund Balances, End of Year		<u>\$ 1,319,718</u>	

The notes to the financial statements are an integral part of this statement.

STATEMENT 1.03

Special Revenue Funds		
Final Revised Budget	Actual	Variance - Favorable (Unfavorable)
\$ 2,600	\$ 2,720	\$ 120
10,350	9,815	(535)
	280	280
	89	89
	3,005	3,005
1,356	933	(423)
14,306	16,842	2,536
1,607	1,384	(223)
1,607	1,384	(223)
15,913	18,226	2,313
927	856	71
2,773	2,773	0
595	594	1
38,814	12,286	26,528
9,470	9,154	316
6,610	3,725	2,885
59,189	29,388	29,801
(43,276)	(11,162)	32,114
(27)	(1,603)	(1,576)
6,964	8,536	1,572
\$ (36,339)	(4,229)	\$ 32,110
	5,103	
	874	
	45,296	
	(3,776)	
	\$ 42,394	

STATE OF ALASKA
 COMBINED STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS/FUND BALANCES
 ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 1.04

	Proprietary Fund Types	
	Enterprise	Internal Service
Operating Revenues:		
Charges for Goods and Service Contributions	\$ 129,687	\$ 40,873
Interest and Investment Income	595,012	
Realized Gains on Investments		
Other	7,415	
Total Operating Revenues	732,114	40,873
Operating Expenses:		
Costs of Goods and Services		1,174
Operating	124,154	40,191
Interest and Service Fees	358,937	
Financing Costs	12,557	
Provision for Loan Losses and Forgiveness	(4,127)	
Write-downs and Expenses of Real Estate Owned	22,257	
Subsidies	436	
Depreciation	34,167	11,368
Benefits Payments		
Refunds		
Other	1,014	123
Total Operating Expenses	549,395	52,856
Operating Income (Loss)	182,719	(11,983)
Nonoperating Revenues (Expenses):		
Revenues and Grants	6,639	756
Expenses	(27,802)	
Total Nonoperating Revenues (Expenses)	(21,163)	756
Income (Loss) before Operating Transfers	161,556	(11,227)
Operating Transfers (Out)	(338)	
Operating Transfers In	20,927	14,389
Net Income	182,145	3,162
Depreciation on Fixed Assets Acquired by Grants	5,365	
Extraordinary Item - (Loss) on Early Debt Extinguishment	(13,125)	
Increase in Retained Earnings/Fund Balances	174,385	3,162
Retained Earnings/Fund Balances, Beginning of Year	823,909	43,578
Enterprise Fund Residual Equity Transfers (Out)	(17,171)	
Nonexpendable Trust Fund Equity Transfers In		
Prior Period Adjustment	(35,891)	169
Retained Earnings/Fund Balances, End of Year	\$ 945,232	\$ 46,909

The notes to the financial statements are an integral part of this statement.

STATEMENT 1.04

Fiduciary Fund Types		Totals (Memorandum Only) Year Ended
Nonexpendable Trust	Pension Trust	June 30, 1991
\$ 6,417	\$ 310,419	\$ 176,977
862,497	328 066	310,419
188,925		1,785,575
		188,925
		7,415
1,057,839	638,485	2,469,311
38,080	9,086	1,174
		211,511
		358,937
		12,557
		(4,127)
		22,257
		436
59		45,594
54,340	221,416	275,756
	15,475	15,475
		1,137
92,479	245,977	940,707
965,360	392,508	1,528,604
14,871		22,266
		(27,802)
14,871	0	(5,536)
980,231	392,508	1,523,068
(612,986)		(613,324)
185,735		221,051
552,980	392,508	1,130,795
		5,365
		(13,125)
552,980	392,508	1,123,035
10,780,448	4,484,632	16,132,567
		(17,171)
475,336		475,336
150	749	(34,823)
\$ 11,808,914	\$ 4,877,889	\$ 17,678,944

STATE OF ALASKA
 COMBINED STATEMENT OF CHANGES IN FINANCIAL POSITION - CASH FLOWS BASIS
 ALL PROPRIETARY FUND TYPES AND SIMILAR TRUST FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 1.05

	Proprietary Fund Types	
	Enterprise	Internal Service
Cash Flows from Operating Activities:		
Net Income (Loss)	\$ 179,354	\$ 3,162
Adjustments to Reconcile Net Income to Net Cash		
Provided by Operating Activities:		
Decrease (Increase) in Accounts Receivable	1,640	275
Increase (Decrease) in Accounts Payable	897	515
Increase (Decrease) in Allowance for Uncollectibles	(49,204)	123
Decrease (Increase) in Other Assets	801	(718)
Decrease (Increase) in Due From Other Funds	(688)	(1,615)
Decrease (Increase) in Interest and Dividends Receivable	278	
Increase (Decrease) in Claims Receivable	50,579	
Increase (Decrease) in Interest Payable	(5,763)	
Increase (Decrease) in Due To Other Funds	(3,490)	(411)
Increase (Decrease) in Warrants Outstanding	(564)	183
Increase (Decrease) in Undistributed Receipts	(164)	
Increase (Decrease) in Deferred Revenues	(5,815)	
Decrease (Increase) in Repossessed Property	313	
Decrease (Increase) in Notes Receivable	15	
Decrease (Increase) in Judgements	(27)	
Increase (Decrease) in Other Liabilities	(14,281)	2,586
Depreciation of Fixed Assets	34,514	11,368
Amortization	3,342	
Write-down and Net Loss (Gain) of Owned Property	(9,508)	(667)
Non-operating Activity	8,978	
Decrease (Increase) in Bond Issue Cost	787	
Decrease (Increase) in Loans Receivable	(25,925)	
Net Cash Provided (Used) by Operating Activities	166,069	14,801
Cash Flows from Investing Activities:		
Proceeds from Sales of Investments	1,147,832	
Purchase of Investments	(1,342,366)	
Undistributed Income		
Amortization		
Interest Received from Trustee	18,201	
Purchase and Construction of Fixed Assets	(58,887)	(16,617)
Proceeds from Sales of Fixed Assets	58	683
Loan Repayments and Reduction in Real Estate Owned	550,243	
Direct Financing Lease Receipts	6,882	
New Loans	(419,576)	
Net Cash Provided (Used) by Investing Activities	(97,613)	(15,934)
Cash Flows from Financing Activities:		
Proceeds from Issuance of Short-Term Debt	68,563	
Proceeds from Issuance of Long-Term Debt	898,872	
Payments on Long-Term Debt	(1,061,034)	(15)
Decrease in Interest Payable from Restricted Assets	(5,527)	
Payments Short-Term Debt	(93,179)	
Non-capital Financing Activities	6,109	
Federal Grants Received	11,406	
Capital Contributions and Advances	32,191	2,000
Capital Lease Obligations	(2,655)	
Project Related Construction and Deferred Costs	(59,768)	
Power Development Revolving Loan Fund Activity	(8,302)	
Interest and Fees Paid on Borrowings	(11,888)	
Gain (Loss) on Early Debt Extinguishment	(13,125)	
Residual Equity Fund Transfer	(6,075)	
Net Cash Provided (Used) by Financing Activities	(244,412)	1,985
Net Increase (Decrease) in Cash	(175,956)	852
Cash, Beginning of Year	388,811	13,800
Prior Period Adjustment	38	
Cash, End of Year	\$ 212,893	\$ 14,652

(See Note 1L)

The notes to the financial statements are an integral part of this statement.

STATEMENT 1.05

Fiduciary Fund Type	Totals (Memorandum Only) Year Ended
Nonexpendable Trust	June 30, 1991
\$ 552,980	\$ 735,496
(235) (59,130)	1,680 (57,718) (49,081)
(18) 5,071 (6,851)	65 2,768 (6,573) 50,579 (5,763)
4,156 264	255 (117) (164) (5,815) 313 15 (27)
59	(11,695) 45,941 3,342 (10,175) 8,978 787 (25,925)
496,296	677,166
290,318 (1,197,378) (4,008) (3,775) (578)	1,438,150 (2,539,744) (4,008) (3,775) 18,201 (78,082) 741 550,243 6,882 (419,576)
(915,421)	(1,028,968)
(4,241)	68,563 898,872 (1,061,049) (5,527) (93,179) 1,868 11,406 34,191 (2,655) (59,768) (8,302) (11,888) (13,125) 469,261
475,336	469,261
471,095	228,668
51,970 279,566 150	(123,134) 682,177 188
\$ 331,686	\$ 559,231

(See Note 1L)

STATE OF ALASKA
 COMBINED STATEMENT OF CHANGES IN FUND BALANCES
 ALL COLLEGE AND UNIVERSITY FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 1.06

	Current Funds		Student Loan Funds	Endowment and Similar Funds
	Unrestricted	Restricted		
Revenues and Other Additions:				
Student Fees	\$ 29,478	\$	\$	\$
Government Appropriations	172,361			
Endowment Generated				
Income and Donations	2,064	97		1,122
Sponsored Programs		56,794	(2)	
Recovery of Indirect Costs	8,698			
Sales and Services of				
Educational Departments	2,295			
Interest Income	3,357		21	
Bond Proceeds				
Other Sources	7,077			
Auxiliary Enterprises	16,446			
Additions to Plant Facilities				
Retirement of Indebtedness				
Total Revenue and Other Additions	241,776	56,891	19	1,122
Expenditures and Other Deductions:				
Current Fund Expenditures				
Instruction	81,867	7,284		
Academic Support	20,533	577		
Research	24,645	32,859		
Public Service	7,202	2,131		
Student Service	17,086	1,030		
Operation/Maintenance of Plant	27,364	87		
General Administration and				
Institutional Expense	40,024	63		
Student Aid	1,974	4,030		
Auxiliary Enterprises	15,312			
Recovery of Indirect Costs		8,698		
Expended for Plant Facilities				
Retirement of Indebtedness				
Interest on Indebtedness				
State Appropriations Lapsed	449			
Other			22	830
Retirement of Plant Assets				
Increase in Indebtedness				
Total Expenditures and Other Deductions	236,456	56,759	22	830
Transfers Between Funds:				
Mandatory:				
Retirement of Indebtedness:				
Educational Plant	(2,241)			
Auxiliary Enterprise Plant	(475)			
Renewals and Replacements:				
Auxiliary Enterprise Plant	(530)			
Student Loan Matching	1		(1)	
Endowment	(2)	(2)		4
Nonmandatory	(1,505)	9		1,746
Total Transfers Between Funds	(4,752)	7	(1)	1,750
Net Increase (Decrease) in Fund Balances	568	139	(4)	2,042
Fund Balances, Beginning of Year	21,325	2,993	767	18,826
Fund Balances, End of Year	\$ 21,893	\$ 3,132	\$ 763	\$ 20,868

The notes to the financial statement are an integral part of this statement.

Plant Funds				Totals
Unexpended	Renewals and Replacements	Retirement of Indebtedness	Investment In Plant	Year Ended
				June 30, 1991
\$ 61,198	\$	\$	\$	\$ 29,478
				233,559
				3,283
				56,792
				8,698
				2,295
3,960	128	67		7,533
		1,985		1,985
				7,077
				16,446
			26,424	26,424
			2,101	2,101
65,158	128	2,052	28,525	395,671
				89,151
				21,110
				57,504
				9,333
				18,116
				27,451
				40,087
				6,004
				15,312
				8,698
13,327				13,327
		2,101		2,101
		1,645		1,645
				449
6,281		1,796		10,929
			8,539	8,539
			3,199	3,199
21,608	0	5,542	11,738	332,955
(500)	(17)	2,758		0
	(474)	949		0
	530			0
				0
				0
(26)	(182)	(42)		0
(526)	(143)	3,665	0	0
43,024	(15)	175	16,787	62,716
14,521	1,246	1,038	585,253	645,969
\$ 57,545	\$ 1,231	\$ 1,213	\$ 602,040	\$ 708,685

STATE OF ALASKA
NOTES TO THE FINANCIAL STATEMENTS
For the Fiscal Year Ended June 30, 1991

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accompanying financial statements of the State of Alaska have been prepared in conformity with generally accepted accounting principles (GAAP) as prescribed by the Governmental Accounting Standards Board (GASB). The GASB is the accepted standard-setting body for governmental accounting and financial reporting. The financial statements of the College and University Funds have been prepared in conformity with GAAP as prescribed by the National Association of College and University Business Officers and the American Institute of Certified Public Accountants.

A. THE FINANCIAL REPORTING ENTITY

For GAAP financial reporting purposes, the State of Alaska has considered all potential component units and has included all funds, account groups, agencies, boards, commissions, authorities, and colleges and universities, over which the State's executive, legislative, and judicial branches exercise oversight responsibility, except for the Supplemental Benefits System which is a defined contribution pension plan, due to the unavailability of audited financial statements for the fiscal year ending January 31, 1991 (see Note 5 A. for a description of the Plan). Section 2100 of the Governmental Accounting Standards Board Codification of Governmental Accounting and Financial Reporting Standards sets forth several criteria to be considered in establishing oversight responsibility. These criteria include: selection of governing authority, designation of management, the ability of the State to significantly influence operations, financial interdependency, accountability for fiscal matters, scope of public service, and/or special financing relationships.

Based on these criteria, the following component units whose accounts are maintained outside of the State Treasury, are included in the accompanying financial statements. Individual component unit financial reports may also be obtained from each of these organizations:

- Alaska Energy Authority
- Alaska Housing Finance Corporation
- Alaska Industrial Development and Export Authority
- Alaska Medical Facility Authority
- Alaska Municipal Bond Bank Authority
- Alaska Permanent Fund Corporation
- Alaska Railroad Corporation
- Alaska Science and Technology Endowment Fund
- University of Alaska

The following organizations have been determined not to be part of the reporting entity based on consideration of the manifestations of oversight listed above. They were excluded from the accompanying financial statements mainly because of the lack of the ability to significantly influence selection of management or structure of operations, direct accountability for fiscal matters to the State, or their taxable status under the Internal Revenue Code of the United States. Individual financial reports may also be obtained from each of these organizations:

- Alaska Bar Association
- Alaska Commercial Fishing and Agriculture Bank
- Alaska State Housing Authority

ALASKA PERMANENT FUND

The largest single component unit is the Alaska Permanent Fund, which is part of total trust and agency funds, as a nonexpendable trust fund. The Alaska Permanent Fund represents 56 percent of the total cash and investments of all funds, and represents 48 percent of total fund equity of all funds when the general fixed asset account group is excluded.

The Alaska Permanent Fund is a savings account, restricted as to usage, which belongs to all the people of Alaska. It was created in 1976 when the voters approved an amendment to the state Constitution.

The Fund is established as an inviolate trust. This means the principal of the Fund is to be invested in perpetuity. The beneficiaries of the trust are all present and future generations of Alaskans.

To manage the investments of the Permanent Fund, the legislature in 1980 created the Alaska Permanent Fund Corporation. It was the intent of the legislature to establish a management system for the Fund which would be protected from political influences but, at the same time, be responsive to changes in State policy and accountable to the people through their elected officials.

The Fund is subject to the provisions of Alaska Statute 37.13. This chapter of State law spells out a number of requirements for the Permanent Fund and its management, but stipulates that Fund policy is to be formulated independently by a board of trustees.

The board of trustees has six members. Four of the trustees are chosen from the private sector and must have recognized competence and wide experience in finance, investments, or other business management-related fields. These members are appointed to four-year terms by the governor. The other members are the commissioner of the Department of Revenue, and one cabinet officer of the governor's choice.

MEDICAL INDEMNITY CORPORATION OF ALASKA (MICA)

The Medical Indemnity Corporation of Alaska is no longer included as a component unit in the State's comprehensive annual financial report. The State reached an agreement on January 10, 1991, to transfer MICA to NORCAL Mutual Insurance Company. The agreement provided for the transfer of around \$12 million in assets and liabilities to NORCAL, paying off the balance of a State loan in the amount of \$2.7 million, and paying the State \$2 million for the subsidization resulting from below market interest rates and reduced premium taxes by the State. The remainder, estimated to be \$7 million in surplus, will be distributed to policyholders who paid premiums to MICA in policy years 1987 through 1990.

B. BASIS OF PRESENTATION

The accompanying financial statements of the State of Alaska have been prepared in conformity with generally accepted accounting principles (GAAP). The State of Alaska maintains its accounting in accordance with the principles of fund accounting. With the exception of financial activity separately accounted for by the component units referenced in Note 1 A., the financial transactions of the State are recorded in individual funds in the State's central accounting system. A fund is a fiscal and accounting entity established to segregate and to account for designated resources and activities. The transactions of each fund are recorded in a self-balancing group of accounts—an accounting entity—which stands separate from activities reported in other funds.

For financial statement presentation, like kinds of funds, including those for the component units referenced above, are combined and reported as a fund group. The accompanying financial statements are structured into four categories of funds and a fifth category of accounting entity, the account group.

GOVERNMENTAL FUNDS

The General Fund is the State's primary operating fund. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds account for the proceeds of specific revenue sources (other than expendable trusts or major capital projects) that are legally restricted to expenditures for specified purposes.

Debt Service Funds account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

Capital Projects Funds account for general obligation bond proceeds and other financial resources to be utilized for the acquisition, construction, or improvement of major capital facilities (other than those financed by proprietary funds and similar trust funds).

PROPRIETARY FUNDS

Enterprise Funds account for operations: (1) that are financed and operated in a manner similar to private business enterprises--where the intent of the governing body is that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges; or (2) where the governing body has decided that periodic determination of revenues earned, expenses incurred, and/or net income is appropriate for capital maintenance, public policy, management

control, accountability, or other purposes. Several of the component units of the State are reported in this fund group, as well as those funds accounted for on the State's accounting system.

Internal Service Funds account for the financing of goods and services provided by one department or agency to other departments or agencies of the State on a cost-reimbursement basis.

FIDUCIARY FUNDS

Expendable Trust Funds account for assets held by the State in a trustee capacity where the principal and income may be expended in the course of the fund's designated operations.

Nonexpendable Trust Funds account for assets held by the State in a trustee capacity where only income derived from the principal may be expended in the course of the fund's designated operations. The principal must be preserved intact.

Pension Trust Funds account for transactions, assets, liabilities, and net assets available for plan benefits of the various public employee retirement systems.

Agency Funds account for the receipt and disbursement of various taxes, deposits, deductions, and property collected by the State, acting in the capacity of an agent, for distribution to other governmental units, other organizations, or individuals.

COLLEGE AND UNIVERSITY FUNDS

Current Funds are used to refer to resources that will be expended in the near term for operating purposes. These include unrestricted funds over which the governing boards retain full control in achieving the institutions' purposes and restricted funds which may be utilized only in accordance with externally-restricted purposes.

Fiduciary Funds are used to account for assets held by loan, endowment, life income, and agency funds in which the universities act in a fiduciary capacity.

Plant Funds are used to account for institutional property acquisition, renewal, replacement, debt service, and investment.

ACCOUNT GROUPS

General Fixed Assets Account Group is used to account for fixed assets (i.e., land, buildings, and equipment) owned by the State, except for those assets accounted for in proprietary, fiduciary, and college and university funds.

General Long-Term Debt Account Group accounts for all of the long-term obligations of the State except those accounted for in proprietary, special revenue, trust, and college and university funds.

TOTALS (MEMORANDUM ONLY)

The "Totals (Memorandum Only)" columns in the accompanying financial statements represent a summation of the combined financial statement line items of the fund types and account groups and are presented for analytical purposes. Amounts shown in this column are not comparable to a consolidation because fund types and account groups use different bases of accounting, interfund and intrafund transactions have not been eliminated, and the item captioned "Amount Available and to be Provided for Retirement of General Long-Term Debt" is not an asset in the usual sense.

FISCAL YEAR-ENDS

All funds and component units of the State of Alaska are reported using fiscal years which end on June 30 except the Alaska Railroad Corporation fiscal year ends on December 31.

C. BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements.

GOVERNMENTAL FUND TYPES, EXPENDABLE TRUST, AND AGENCY FUNDS

All governmental, expendable trust, and agency funds are reported on the modified accrual basis. Under the modified accrual basis of accounting, revenues are recognized when they become measurable and available to finance operations during the current year or to liquidate liabilities existing at the end of the year. Major revenues that are determined to be susceptible to accrual include federal grants-in-aid, charges for services, and investment income.

The major unrestricted revenue categories of Taxes and Rents & Royalties are based on self-assessed returns subject to the pay-as-you-go provisions of the applicable statutes and laws and are generally recognized when received in cash. These returns are initially based upon estimated values and are subsequently settled as the actual values become known. These revenues are recorded in the fiscal year of the settlement. Included in the category of taxes is \$2.6 million of interest related to the applicable taxes. The Interest and Investment income category includes only income earned through the State Treasury Division.

Expenditures are recognized when the related fund liability is incurred. Exceptions to the general modified accrual recognition criteria include principal and interest on general long-term indebtedness which are recognized when due and compensated absences which are recognized when paid.

PROPRIETARY FUND TYPES, NONEXPENDABLE, AND PENSION TRUST FUNDS

Proprietary funds and similar trust funds are reported on the accrual basis. Revenues are reported in the fiscal year in which they are earned and expenses are reported in the fiscal year in which the liability for goods and services are incurred.

COLLEGE AND UNIVERSITY FUNDS

College and university funds are accounted for on the accrual basis of accounting except that depreciation expense related to plant fund assets is not recorded.

D. BUDGETARY CONTROL

Once money received is deposited in the State Treasury, no money may be withdrawn from the Treasury except in accordance with an appropriation made by law. Those amounts received by component units are disbursed in accordance with their particular statutory authority.

The budgetary process is used to establish a balancing of estimated revenues coming into a fund with requested appropriations for that fund. In Alaska, annual operating budgets are prepared for practically every fund and are submitted to the legislature for the enactment of appropriations. An appropriation is an authorization to spend money and to incur obligations. Each appropriation is limited as to purpose, time, and amount, and each of these limitations is legally binding. Budgetary control is maintained at the appropriation level as specified in the enabling legislation.

Appropriations as enacted by the legislature and signed by the Governor are entered into the accounting records. The balance of an appropriation is reduced when funds are expended or encumbered. Appropriations are encumbered for anticipated expenditures in the form of purchase orders, contracts, and other obligations. Encumbrances outstanding at year end are reported as reservations of fund balances and do not constitute expenditures or liabilities. Unencumbered annual appropriations lapse at the end of the fiscal year.

Expenditures of funds are made only upon properly approved requests for payment. The total of expenditures and encumbrances (obligations) may not exceed the appropriations to which they pertain. Agencies faced with potential overexpenditure of appropriations must: (1) reduce the rate of expenditures, (2) seek relief through supplemental appropriations, or (3) request necessary approvals to record appropriation transfers. In order to provide sufficient funding for several programs during FY 91, supplemental appropriations from the General Fund of \$121.5 million were required.

E. CASH AND INVESTMENTS

In addition to bank accounts and imprest cash, this classification includes short-term investments such as repurchase agreements, U.S. Treasury bills, bonds and notes. Collateral is pledged by the various banks and securities dealers to guarantee State funds where required by law.

Investments are stated at cost or amortized cost, except for pension trust and deferred compensation agency funds' investments (other than mortgage loans) which are reported at fair market value.

The actual amounts and their respective categories are illustrated in more detail in Note 2, Deposits and Investments.

The separate component units whose accounts are maintained outside of the State Treasury follow various policies that are illustrated in more detail in Note 2, Deposits and Investments.

F. RECEIVABLES AND OTHER ASSETS

Receivables have been established and offset with proper provisions for estimated uncollectible accounts where applicable. The amount of noncurrent receivables is included in the fund balance reserve account which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation.

Practically all accounts receivable of governmental funds are due from oil companies and governmental entities, primarily the federal government, and are considered collectible. Accounts receivable in other funds have arisen in the ordinary course of business.

Other assets of the General Fund include prepaid expenditures, and salary, travel, and other employee advances.

The separate component units whose accounts are maintained outside of the State central accounting system follow various policies.

G. INVENTORIES

Inventories of the Internal Service Funds and the General Fund consist mainly of consumable materials and supplies and are carried at cost. However, the majority of materials and supplies for State agencies are accounted for as expenditures at the time of purchase. Inventory of the University of Alaska is carried at the lower of cost or market.

At fiscal year end June 30, 1991, \$10.6 million worth of food stamp coupons were in inventory. During FY 91, \$31.7 million were issued. This information is only presented in these notes and is not included in any of the financial statements.

H. PLANT, PROPERTY, AND EQUIPMENT - NET

1. INTERNAL SERVICE FUNDS, COLLEGE & UNIVERSITY, GENERAL FIXED ASSETS:

- a. Fixed assets of the internal service funds are carried at cost. Depreciation is based on cost, using the straight line method applied to the estimated useful life of the assets. Useful life guidelines of the assets are as follows:

Land Improvements	10 to 14 years
Buildings	25 to 40 years
Equipment	4 to 12 years

- b. Plant and equipment for the university are stated at cost when purchased and at fair market value when donated. Equipment with a unit value of less than \$500 is not capitalized and donated museum collections are excluded. In conformity with current accounting practices for educational institutions, depreciation is not recorded.

A summary of Investment in Plant at June 30, 1991, follows (in thousands):

Land	\$ 21,799
Buildings	410,014
Improvements other than buildings	43,328
Equipment (including library books and museum artworks)	123,739
Construction in Progress	24,143
Leasehold improvements	1,845
	<u>\$ 624,868</u>

At June 30, 1991, the university held equipment with a cost of \$2,764,940 which was acquired for use under various federal contracts and grants. Since title to this equipment is retained by the federal government, it is not included in the financial statements.

- c. Except for the funds noted above, purchases of fixed assets are charged as expenditures in the appropriate funds. These assets are then recorded for stewardship purposes in the General Fixed Asset group of accounts and are not depreciated.

Fixed assets in the General Fixed Asset account group are presented at cost or estimated historical cost, except for land which is carried at current estimated fair market value, and Marine Highway vessels and State-owned buildings which are stated at insured value, except for State-owned school buildings which are stated at estimated cost determined by the Department of Education to be seventy-five percent of the insured value. The total insured value of the nine Marine Highway vessels included in equipment at June 30, 1991, is \$181,600,000. The estimated cost of State-owned school buildings included in buildings at June 30, 1991, is \$391,679,250. Donated fixed assets are stated at fair market value at the time of donation. Interest during construction has not been capitalized.

Prior to FY 91, highway and airport lands and rights-of-way were capitalized and included in the total land value reported. As of June 30, 1991, all public domain infrastructure fixed assets, including highways, bridges, and airports, are not capitalized. The effect of this change resulted in a decrease of \$634,405,194 in land for FY 91. Federal land grants received by the State in FY 91 totalled \$140,028,318.

The schedule below presents the changes in general fixed assets for the fiscal year ending June 30, 1991 (in thousands).

	Balance July 1, 1990	Increase (Decrease)	Balance June 30, 1991
Land	\$ 17,635,819	\$ (494,350)	\$ 17,141,469
Buildings	2,200,035	(610,096)	1,589,939
Improvements	171,510	(50,797)	120,713
Equipment	468,747	(60,149)	408,598
Construction in Progress	168,878	177,929	346,807
Total	<u>\$ 20,644,989</u>	<u>\$ (1,037,463)</u>	<u>\$ 19,607,526</u>

2. ENTERPRISE FUNDS:

ALASKA ENERGY AUTHORITY

Plant, property, and equipment are stated at cost and depreciated on the straight-line method over their estimated useful lives.

For hydroelectric plants financed through restricted tax exempt borrowing, interest costs, less any interest earned on the related interest bearing investments acquired with the proceeds of the borrowing, are capitalized from the date of borrowing until the assets are placed in service. Ordinary repairs and maintenance are expenses as incurred.

Depreciation on plant, property, and equipment is reflected as an expense in the combined statement of revenues, expenses, and changes in fund balance. Depreciation expenses on plant,

property, and equipment acquired through capital contributions is also presented as operating expense and closed along with other operating expenses directly to retained deficits. The estimated economic life of the assets are as follows:

Nonutility plant:		
Camp buildings	-	5 years
Machinery		5 years
Furniture and fixtures		7-10 years
Utility plant:		
Intangible		30-50 years
Production		30-50 years
Transmission		20-40 years
General		5-30 years
Unclassified		Composite Rate

Plant, property, and equipment acquired with funds from federal, state, or other sources are accounted for as contributed capital.

A summary of plant, property, and equipment and related accumulated depreciation at June 30, 1991, follows:

	Total Fixed Assets
Nonutility plants:	
Camp buildings	\$ 487,898
Machinery	2,501,909
Furniture and fixtures	<u>1,153,563</u>
	<u>4,143,370</u>
Utility plants:	
Intangible plants	2,970,602
Production plants	342,635,430
Transmission plants	278,383,305
General plants	<u>2,545,529</u>
	<u>626,534,866</u>
Accumulated depreciation	<u>630,678,236</u>
	<u>(108,797,624)</u>
	521,880,612
Construction work-in-progress	<u>271,489,888</u>
Net Plant, Property, & Equipment	<u>\$ 793,370,500</u>

ALASKA INTERNATIONAL AIRPORT SYSTEM

Airport property was owned by the federal government prior to Statehood and contributed to the State after that date. Subsequent additions to property and equipment have been funded by governmental contributions, bond proceeds, and operating revenues. Following is a summary of property and equipment at June 30, 1991 (in thousands):

	Life	Amount
Land		\$ 24,830
Land Improvements	5 to 40 years	193,845
Buildings	10 to 40 years	173,475
Equipment	5 to 10 years	<u>17,530</u>
		409,680
Accumulated depreciation		<u>(128,576)</u>
		281,104
Construction in progress		<u>13,885</u>
		<u>\$ 294,989</u>

ALASKA RAILROAD CORPORATION

Property and equipment includes (in thousands), road of \$41,443, equipment of \$34,681, road materials and supplies of \$2,651, and construction in progress of \$2,269 for a total of \$81,044 at cost and a net amount of \$60,988 after accumulated depreciation of \$20,056. Including land of \$13,850, total property and equipment, net is \$74,838.

Property and equipment are stated at cost. Depreciation and amortization is computed on a straight-line basis over the estimated useful lives of the related assets. Preacquisition depreciable property is being depreciated on a straight-line basis over its estimated original remaining life of five years.

ARRC capitalizes interest costs as part of the cost of constructing major facilities and equipment. Interest costs of \$212,000 were capitalized for the year ended December 31, 1990.

Certain parcels of land are leased under agreements which are cancelable upon 90 days notice by the lessee. The lease terms vary from two to fifty-five years. Annual rentals on the leases were approximately \$4,036,000 in 1990.

3. LAND OWNED BY THE STATE OF ALASKA

Included in the General Fixed Assets assigned to the Department of Natural Resources is \$17,029,905,418 of land owned by the State of Alaska. The factors used to determine the value placed on the land are many and varied, and the carrying value lacks definitive, adequate, auditable support to validate its fairness taken as a whole.

The following relates to the land owned by the State:

- The total State entitlement amounts to approximately 105.7 million acres, 102.5 million of which was received through the Statehood Act. 85 million acres have either been patented or "tentatively approved" in accordance with the Alaska Statehood Act Section 6(g), Alaska Native Claims Settlement Act, and the Alaska National Interest Lands Conservation Act, section 906(c).
- The State disposes of various land parcels through several programs. However, the State generally retains the subsurface rights of the land upon disposal.
- All acreage is valued at the current estimated fair market value of \$200 per acre.

I. WARRANTS OUTSTANDING

Warrants outstanding represent drafts issued against the State Treasury which have not yet cleared. These are somewhat similar to outstanding checks, however, cash is not reduced until the warrant is redeemed.

J. ANNUAL/PERSONAL AND SICK LEAVE

The cost of annual/personal leave and sick leave for State employees is charged against agency appropriations when leave is used rather than when leave is earned. The one exception is the payment of the accumulated annual/personal leave balance for an employee terminating from State service. That amount is charged to a terminal leave liability account rather than the individual agency appropriation. This liability account is funded by a charge to each agency's operating budget.

Regulations governing annual/personal leave provide that State employees will receive time off or pay for hours accumulated; consequently a liability exists with respect to accumulated annual/personal leave at any given time. Accumulated unpaid annual leave for college and university funds and component units is reported as a current liability. The State's liability for all other accumulated unpaid annual or personal leave for the governmental funds is reported in the accompanying General Long-Term Debt Account Group in the amount of \$71 million. There is no liability in the accompanying financial statements for unpaid accumulated sick leave. See Note 9 for disclosure of the amount of the sick leave contingency.

The separate component units whose accounts are maintained outside of the State central accounting system follow various policies.

K. BUDGETARY REPORTING

The legislature's legal authorization ("appropriations") to incur obligations is enacted on a basis inconsistent with GAAP. The reconciliation of the budgetary basis to GAAP is shown directly on the Combined Statement of Revenues, Expenditures, and Changes in Fund Balances--Budgetary Basis.

Both the annual operating budget and the net continuing total budget are included.

The types of differences are as follows:

- For the general and special revenue funds, encumbrances are included for total authorized expenditures although for GAAP purposes they are excluded.
- For the general fund only, there was certain financial activity related to reimbursable services agreements (RSA) and certain interfund transactions that were recorded both in the general fund and in other funds. For budgetary purposes, that activity was left in the general fund, but for GAAP purposes it was eliminated from the general fund.

L. STATEMENT OF CHANGES IN FINANCIAL POSITION--CASH FLOWS BASIS

Most entities that are included in the Combined Statement of Changes in Financial Position--Cash Flows Basis for the enterprise and trust funds, show changes in cash and cash equivalents rather than total cash and investments as reported on the corresponding balance sheet. Therefore, the cash flows statement total cash amount does not agree with the cash and investment total as shown on the balance sheet.

M. BUDGET RESERVE FUND

The Budget Reserve Fund presented in this financial report as an expendable trust fund, contains the Statutory Budget Reserve Fund (AS 37.05.540) and the Constitutional Budget Reserve Fund (Art. IX). The Statutory Budget Reserve Fund has a balance of \$5,178,139 which represents a \$3,000,000 appropriation from the General Fund and royalty settlement monies received by the State from June 28, 1990, to July 1, 1990. The Constitutional Budget Reserve Fund has a balance of \$297,474,961 which represents tax and royalty settlement monies received by the State since July 1, 1990.

NOTE 2 - DEPOSITS AND INVESTMENTS

A. GENERAL INFORMATION

The following table summarizes deposits and investments, including trustee held restricted deposit and investment asset amounts (in thousands) as reported on the balance sheet by either being funds invested by the State (Treasury and other state agencies) or by a Component Unit.

Fund Type	
General Fund	
State.....	\$ 1,311,419
Special Revenue	
State.....	20,325
Component Units:	
Alaska Municipal Bond Bank.....	32,899
Total.....	53,224
Debt Service	
State.....	3,637
Component Units:	
Alaska Municipal Bond Bank.....	5,485
Total.....	9,122
Capital Projects	
State.....	20,667
Enterprise	
State.....	135,254
Component Units:	
Alaska Industrial Development and Export Authority.....	236,074
Alaska Housing Finance Corporation.....	1,638,427
Alaska Student Loan Corporation (Trustee portion).....	43,434
Alaska Energy Authority.....	96,743
Alaska Medical Facility Authority.....	123
Alaska Railroad Corporation.....	2,346
Total.....	2,152,401
Internal Service	
State.....	14,652
Trust and Agency	
State:	
Pension Trust.....	4,791,348
Expendable Trust.....	586,464
Nonexpendable Trust.....	205,991
Agency.....	176,769
Component Units:	
Alaska Permanent Fund Corporation.....	11,915,098
Total.....	17,675,670
College and University (Component Unit)	
University of Alaska.....	107,785
Total Deposits and Investments.....	\$21,344,940
Total State.....	\$ 7,266,526
Total Component Units.....	14,078,414
Total Deposits and Investments.....	\$21,344,940

GASB Statement No. 3 requires deposits and investments to be categorized to indicate the level of risk assumed by the State.

Deposits:

- Category 1: consists of deposits that are insured or collateralized with securities held by the entity or by its custodian in the entity's name.
- Category 2: consists of deposits collateralized with securities held by the pledging financial institution's trust department or custodian in the entity's name.
- Category 3: deposits are uncollateralized.

Investments:

- Category 1: consists of investments that are insured or registered for which the securities are held by the entity or its custodian in the entity's name.
- Category 2: consists of uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent in the entity's name.
- Category 3: includes uninsured and unregistered investments for which the securities are held by the broker's or dealer's trust department or agent not in the entity's name.

Because a combining of the disclosures for all of the various funds and component units would not provide a useful description for the various entities involved, these disclosures have been presented separately for the major entities with investments. Disclosures for State funds are presented separately.

Information regarding State deposits was provided by the Department of Revenue, Treasury Division or the Department of Administration as appropriate. Information for component units has been excerpted or summarized from the separately issued financial reports for each component unit. Readers interested in more detail regarding particular component units may wish to obtain the separately issued financial reports from that entity.

B. MAINTAINED BY THE STATE

The State's cash is controlled by the Treasury Division of the Department of Revenue or by other administrative bodies as determined by law. The State's General Investment, Segregated, Public Employees' Retirement System, and Teachers' Retirement System funds' idle cash is invested pursuant to AS 37.10.070 and AS 37.10.071 which mandates that investments shall be made with the judgment and care exercised by an institutional investor of ordinary professional prudence, discretion, and intelligence.

GENERAL INVESTMENT AND SEGREGATED FUNDS:

The following amounts are included in this category (in thousands):

General Fund.....	\$ 1,310,727
Special Revenue.....	20,325
Debt Service.....	3,637
Capital Project.....	20,667
Enterprise Funds (less restricted assets).....	150,213
Internal Service.....	14,652
Trust and Agency:	
Expendable Trust.....	26,860
Nonexpendable Trust.....	101,916
Agency (excluding Deferred Compensation Fund).....	25,603
Total.....	<u>\$ 1,674,600</u>

The State's investment policy for the General Investment and Segregated funds is one that maximizes the preservation of principal, avoids residual risks, minimizes credit and market risks, concentrates on large yet very marketable issues, and seeks to achieve a relatively high but nonvolatile investment return within a fiscal year. The current investment policy limits the investments to nonresidual, fixed income

obligations. The majority of holdings consist of U.S. Treasury issues, which have the lowest credit risks, the highest marketability, and the best secondary markets for large holdings. The remaining holdings consist of short-term commercial or bank paper issues which have low credit risks and a slightly greater yield than U.S. Treasury issues.

All deposits are insured or collateralized with securities held by the State or by its custodian in the State's name. All investments are insured or registered in the State's name and are held by the State or its custodian. This places all of the above in GASB credit risk category 1.

PENSION TRUST AND DEFERRED COMPENSATION:

PUBLIC EMPLOYEES', TEACHERS', NATIONAL GUARD NAVAL MILITIA, AND JUDICIAL RETIREMENT SYSTEMS' FUNDS:

The investment policy for the Public Employees', Teachers', National Guard Naval Militia, and Judicial retirement systems' funds is one that maximizes the returns on the funds' total investments over a long time span without undertaking an unreasonable degree of risk of reducing the principal of the funds or of realizing the lower returns which would necessitate raising the contribution levels. This is due to the perpetual nature of retirement funds and the long number of years before they will encounter any net outflows (probably 15 to 20 years).

The deposits and investments of the Public Employees', Teachers', National Guard Naval Militia, and Judicial retirement systems' funds are all in GASB credit risk category 1. The deposits and investments of Public Employees' and Teachers' retirement systems funds are shown below (in thousands):

	Category 1	Category 2	Category 3	Carrying Value	Market Value
Deposits - Cash	\$ 46,438	\$ -	\$ -	\$ 46,438	\$ 46,438
Investments:					
U.S. Government Securities	1,200,378	-	-	1,200,378	1,200,378
Corporate Bonds, Notes, and Debentures	962,624	-	-	962,624	962,624
Common Stocks	1,881,254	-	-	1,881,254	1,881,254
Foreign Stocks	286,759	-	-	286,759	286,759
Real Estate Equity Funds	215,296	-	-	215,296	215,296
Mortgage Loans (Net)	163,536	-	-	163,536	172,011
Total	<u>\$4,756,285</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$4,756,285</u>	<u>\$4,764,760</u>

The daily volatility in the investment funds' balances is handled through overnight repurchase agreements with a limited number of prime dealers with whom the Treasury Division has binding written agreements. The repurchase agreements have almost no risk because they are fully collateralized by delivered U.S. Treasury securities having a minimum market value of 102 percent of the cost of the repurchase agreement. There were no violations of this policy during the dates covered by this statement.

The pooled investment funds are audited each year and the auditors reports and audited financial statements are available from the Department of Revenue.

DEFERRED COMPENSATION:

The State's Internal Revenue Code Section 457 deferred compensation plan amounts, \$121.0 million (market value) as of June 30, 1991, are placed into deposit administration accounts with various insurance companies. These deposits are all in GASB credit risk category 3.

C. MAINTAINED BY COMPONENT UNITS WHOSE ACCOUNTS ARE OUTSIDE OF THE STATE TREASURY:

ALASKA ENERGY AUTHORITY

Pursuant to various loans and acquisition agreements relating to either Bradley Lake or the Four Dam Pool, the Authority has established funds to account for assets restricted to construction and financing

activities. In the financial statements these funds are classified as cash and investments. The components of this classification are as follows:

Demand and time deposits	\$ 361,978
Investments	<u>89,748,722</u>
	<u>\$ 90,110,700</u>

The restricted assets are held in trust accounts for the following activities as of June 30, 1991:

Four Dam Pool construction	\$ 5,873,617
Four Dam Pool self insurance	8,335,208
Four Dam Pool renewal and replacement	1,000,000
Bradley Lake construction	74,463,538
Small Project operation	42,896
Larsen Bay construction	<u>395,441</u>
	<u>\$ 90,110,700</u>

Demand and Time Deposits: As of June 30, 1991, the Authority has \$122,036 in time deposits held in accounts of the City of Ketchikan as trustee for the Swan Lake Hydroelectric project. The bank balances of these accounts are covered by FDIC insurance or collateral held by the City of Ketchikan's agent in the name of the City.

Investments: Statutes authorize the Authority to establish trust funds for the investment and deposit of bond proceeds. Statutes and applicable trust agreements authorize the Authority to invest in federal obligations, obligations of States or political subdivisions, interest bearing accounts or certificates of deposit, agency obligations, repurchase agreements, public housing bonds, commercial paper, and bankers acceptances.

The Authority's investments are categorized below to give an indication of risk assumed by the Authority at year end.

	Category 1	Category 2	Category 3	Carrying Amount
Repurchase agreements	\$ -	\$ 67,454,238	\$ -	\$ 67,454,238
U.S. Government securities	12,882,917	8,335,208	-	21,218,125
Other investment	-	<u>1,042,896</u>	<u>395,441</u>	<u>1,438,337</u>
	<u>\$12,882,917</u>	<u>\$ 76,832,342</u>	<u>\$ 395,441</u>	<u>\$ 90,110,700</u>

Pursuant to the Bradley Lake Variable Rate Demand Bonds (Bonds) Indenture, through June 30, 1991, the State of Alaska has deposited with the bond trustee \$166,000,000 restricted to construction activities of the Bradley Lake hydroelectric project. The remaining balance of \$5,373,165 at June 30, 1990, was included in the Bradley Lake investment funds. However, interest earnings on these monies are paid by the trustee directly to the State of Alaska and are not included in the accompanying financial statements. No balance remained as of June 30, 1991.

Interest earnings from investment of the proceeds from the note payable to the State of Alaska, Power Development Revolving Loan Fund (PDRLF) held by the Authority for the Four Dam Pool Project, are paid to the PDRLF.

ALASKA HOUSING FINANCE CORPORATION

A summary of cash and investment information in terms of GASB categories is as follows. Cash consists exclusively of demand and time deposits. At June 30, 1991, the carrying value of AHFC's cash was \$4,795,000 and the bank balance was \$5,224,000. Of the bank balance: a) \$4,061,000 was covered by federal depository insurance or collateralized by securities held by third parties in the Corporation's name; b) \$414,000 was uninvested cash on deposit in trust and other accounts collateralized with securities held by bank trust departments but not in the Corporation's name; and c) \$749,000 was uninsured and uncollateralized.

Investments purchased for long-term purposes and investments of a short-term nature are stated at cost, as adjusted for amortization of premium and accretion of discount. Gains or losses from the sale of

investments are recognized upon realization. All investments are generally expected to be held to maturity and, therefore, fully realized.

Investments at June 30, 1991, are categorized as follows (in thousands):

	Category 1	Category 2	Category 3	Carrying Value	Market Value
U.S. Treasury securities	\$ 21,440	\$ 44,224	\$ -	\$ 65,664	\$ 67,771
Securities of U.S. government agencies and corporations	126,716	185,272	-	311,988	311,598
Mortgage backed securities (purchased on open market)	186,467	-	-	186,467	192,804
Certificates of deposit	65,237	-	-	65,237	65,237
Investment agreements	581,938	-	-	581,938	581,938
Commercial paper	118,236	91,806	-	210,042	210,042
Repurchase agreements	264	15,743	-	16,007	16,007
	<u>\$1,100,298</u>	<u>\$ 337,045</u>	<u>\$ -</u>	<u>1,437,343</u>	<u>1,445,397</u>
Money market funds				<u>196,289</u>	<u>196,289</u>
Total Investments				<u>\$ 1,633,632</u>	<u>\$ 1,641,686</u>

There were no sales of investments in debt securities during the year ended June 30, 1991.

Included in the General Account of the Revolving Fund is an investment in the net amount of \$7,350,000 at June 30, 1991, in debt securities of the Corporation which may not be pledged, sold, assigned, or otherwise transferred without the written consent of a stock insurance company unless provided otherwise in the indenture.

ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY

The following table shows the major components of the investment securities balance, the maturity distribution and carrying value at June 30, 1991:

	Enterprise Development Activities and Unrestricted Economic Development Projects	Restricted Economic Development Projects	Combined
U.S. Treasury Securities maturity:			
Within one year	\$ 124,428,914	\$ 50,029,849	\$174,458,763
After one but within five years	115,199,539	21,069,963	136,269,502
After five but within ten years	<u>25,429,756</u>	<u>-</u>	<u>25,429,756</u>
	<u>265,058,209</u>	<u>71,099,812</u>	<u>336,158,021</u>
U.S. Government Agencies maturity:			
Within one year	32,987,664	485,513	33,473,177
After one but within five years	<u>5,040,310</u>	<u>1,007,662</u>	<u>6,047,972</u>
	<u>38,027,974</u>	<u>1,493,175</u>	<u>39,521,149</u>
Guaranteed Investment contract maturity - March 1992	<u>-</u>	<u>8,857,575</u>	<u>8,857,575</u>
	<u>\$ 303,086,183</u>	<u>\$ 81,450,562</u>	<u>\$384,536,745</u>

The carrying value of investment securities approximates market value.

All investments and collateral for repurchase agreements are registered in the Authority's name and are held by the Authority or its custodian. This arrangement results in Category 1 safekeeping risk, the lowest risk classification as defined by Governmental Accounting Standards Board Statement No. 3 and Technical Bulletin No. 87-1.

Certain investments are restricted by the terms of the Authority's bond resolutions or otherwise. A summary of restricted investments at June 30, 1991, follows:

<u>Investments</u>	<u>Restrictions</u>	<u>Enterprise Development Activities and Unrestricted Economic Development Projects</u>	<u>Restricted Economic Development Projects</u>	<u>Combined</u>
Capital Reserve Funds	Secure debt service payments - bonds	\$ 16,049,970	\$ 8,857,575	\$ 24,907,545
Debt Service Funds	Funds held for debt service - bonds	7,630,681	-	7,630,681
Loan Insurance Fund	Guarantee financing of a wastewater treatment facility in Sitka, Alaska	6,214,286	-	6,214,286
Business Assistance Fund	Guarantee business loans	3,600,000	-	3,600,000
Project Funds	Construction costs and/or to secure debt service payments - bonds	<u>56,939,762</u>	<u>77,403,787</u>	<u>134,343,549</u>
		<u>\$ 90,434,699</u>	<u>\$86,261,362</u>	<u>\$176,696,061</u>

The capital reserve funds are maintained for the purpose of making principal and interest payments on the bonds payable if monies received by the Authority and available for the payment of bond principal and interest are insufficient to make the required debt service payments. The amounts held in the capital reserve funds are equal to the average of the amounts required to be paid for principal and interest in each future fiscal year until maturity of the outstanding bonds. On the first day of each quarter, the Authority must replenish the capital reserve funds to the required amounts or may withdraw any excess.

ALASKA MEDICAL FACILITY AUTHORITY

All cash and investments are held in the name of the authority and are classified in GASB risk category 1.

ALASKA PERMANENT FUND CORPORATION

All Alaska Permanent Fund deposits and investments are classified in GASB risk category 1, the lowest risk category, except as noted.

CASH AND TEMPORARY INVESTMENTS

All cash and temporary investments bear interest at competitive rates, and are summarized as follows at June 30, 1991:

Operating account (A)	\$ 62,000
Cash management accounts (A)(B)	104,440,000
Repurchase Agreements (C)	<u>21,300,000</u>
Total cash and temporary investments	<u>\$125,802,000</u>

- (A) Insured by the Federal Deposit Insurance Corporation (FDIC) to \$100,000 per account. Remaining balance uninsured and uncollateralized.
- (B) Share ownership in a money market fund designated by the custodian bank and payable on demand. Collateralized by underlying securities held by the Fund in the name of the custodian. Not considered an investment nor assigned a specific risk category.
- (C) Uninsured and unregistered. Underlying collateral securities generally comprised of debt obligations of the U.S. Government by the counterparty bank.

MARKETABLE DEBT SECURITIES

The Corporation is authorized by statute to invest Fund assets in (i) commercial paper rated A-1 by Standard & Poor's or P-1 by Moody's, or the foreign equivalent, (ii) bankers acceptances drawn on and accepted by United States or non-domestic banks, each of which has a combined capital, surplus, and retained earnings aggregating at least \$500,000,000, (iii) certificates of deposit of financial institutions which may be readily sold in a secondary market at prices reflecting fair value, (iv) corporate bonds rated AA or better by Standard & Poor's or Moody's, or the foreign equivalent, (v) obligations of the United States Treasury, its agencies and instrumentalities, and (vi) obligations of foreign governments. All marketable debt securities are held by custodian banks in the name of the Corporation on behalf of the Fund.

Marketable debt securities at June 30, 1991, are summarized as follows:

	<u>Amortized Cost</u>	<u>Market</u>	<u>Unrealized Gain (Loss)</u>	<u>Yield</u>
Marketable debt securities -				
Treasury bills	\$ 100,655,000	\$ 100,655,000	\$ -	5.74%
Commercial paper	169,648,000	169,648,000	-	5.83%
Treasury notes and bonds	5,368,129,000	5,466,398,000	98,269,000	8.45%
GNMA pools	781,434,000	783,285,000	1,851,000	9.33%
Other federal agencies	99,669,000	93,875,000	(5,794,000)	8.16%
Corporate Bonds	1,291,130,000	1,285,425,000	(5,705,000)	9.05%
Nondomestic corporate bonds	<u>95,290,000</u>	<u>94,325,000</u>	<u>(965,000)</u>	<u>8.92%</u>
Total marketable debt securities	<u>\$ 7,905,955,000</u>	<u>\$ 7,993,611,000</u>	<u>\$ 87,656,000</u>	<u>8.74%</u>

REAL ESTATE

The Corporation is authorized by statute to invest Fund assets in real estate located in the United States and improved by substantially rented buildings. Investments may take the form of equity interests or debt obligations secured by a first lien on the real estate. By statute, the Fund may hold up to forty percent of the beneficial ownership interest. All real estate investments are held by the Corporation in its own name on behalf of the Fund, and are managed by professional real estate investment management firms.

Real estate investments of the Fund include (i) commingled funds and pools that are sponsored by professional real estate management firms, and (ii) direct property investments that are structured as partnerships and other joint participants.

Real estate investments at June 30, 1991, are summarized as follows:

	<u>Cost Basis</u>	<u>Market Value</u>	<u>Appreciation</u>
Commingled funds	\$ 119,397,000	\$ 153,719,000	\$ 34,322,000
Joint participation -			
Retail	263,581,000	316,572,000	52,991,000
Office	268,801,000	259,678,000	(9,123,000)
Industrial	107,611,000	120,474,000	12,863,000
Residential	<u>113,699,000</u>	<u>112,323,000</u>	<u>(1,376,000)</u>
Total Real Estate	<u>\$ 873,089,000</u>	<u>\$ 962,766,000</u>	<u>\$ 89,677,000</u>

Outstanding Commitments

At June 30, 1991, the Corporation had the following commitments outstanding for the purchase of additional real estate investments for the Fund:

Joint Participation -	
Retail	\$ 5,311,000
Office	4,389,000
Industrial	5,859,000
Residential	<u>5,100,000</u>
Total Commitments	<u>\$ 20,659,000</u>

PREFERRED AND COMMON STOCK

The Corporation is authorized by statute to invest Fund assets in the preferred and common stock of United States and nondomestic corporations. All preferred and common stock investments are held by custodial banks in the name of the Corporation on behalf of the Fund.

Preferred and common stock at June 30, 1991, is summarized as follows:

	<u>Total</u>	<u>Domestic</u>	<u>Nondomestic</u>
Market	\$ 3,347,804,000	\$ 2,727,121,000	\$ 620,683,000
Cost	<u>2,897,425,000</u>	<u>2,249,129,000</u>	<u>648,296,000</u>
Unrealized Gain (Loss)	<u>\$ 450,379,000</u>	<u>\$ 477,992,000</u>	<u>\$ (27,613,000)</u>
Security Gain	\$ 482,864,000	\$ 477,992,000	\$ 4,872,000
Currency Loss	<u>(32,485,000)</u>	<u>-</u>	<u>(32,485,000)</u>
Unrealized Gain (Loss)	<u>\$ 450,379,000</u>	<u>\$ 477,992,000</u>	<u>\$ (27,613,000)</u>

Preferred and common stock in the amount of \$337,398,000 at June 30, 1991, has been loaned to third-party borrowers. All loans are fully collateralized by cash or equivalent securities.

ALASKA RESIDENTIAL MORTGAGES

The Corporation is authorized by statute to invest Fund assets in notes secured by insured mortgages granting a first lien on residential real estate. No insurance is required for residential loans with loan-to-value ratios that are less than 70 percent. All mortgage notes are held by the Corporation in its own name on behalf of the Fund. Included in the balance of Alaska residential mortgages is \$1,461,000 of real estate acquired by the Fund in foreclosure ("REO"), and which is valued at fair market.

ALASKA CERTIFICATES OF DEPOSIT

The Corporation is authorized by statute to invest Fund assets in certificates of deposit or the equivalent instruments of banks, savings and loan associations, mutual savings banks, and credit unions doing business in Alaska. These investments are fully collateralized by securities and mortgages which would qualify as investments of the Fund. All certificates and collateral are held by a trustee bank in the name of the Corporation on behalf of the Fund.

ALASKA RAILROAD CORPORATION

All cash and temporary investments bear interest at competitive rates and are summarized at December 31, 1990, as follows, in thousands:

	<u>Carrying Amount</u>	<u>Bank Statement Balance</u>
Checking accounts	\$ 1,239	\$ 2,411
Repurchase agreements	<u>1,107</u>	<u>1,107</u>
Total Cash and Temporary Investments	2,346	3,518
Time certificates of deposit (Wishbone Hill restricted funds)	<u>9,000</u>	<u>9,000</u>
Total Deposits	11,346	12,518
Insured by FDIC (GASB Category No. 1)	<u>300</u>	<u>300</u>
Uninsured and uncollateralized (GASB Category No. 2)	<u>\$ 11,046</u>	<u>\$ 12,218</u>

ALASKA STUDENT LOAN CORPORATION

Deposits and investments include \$5,584,929 of cash and cash equivalents and \$69,222,894 of investments held by the trustee.

Investments held by the trustee are carried at amortized cost which approximates market value and include amounts specifically designated for financing student loans. At June 30, 1991, the investment held by the trustee available for student loan financing totaled \$37,849,394, which is included under restricted assets in the financial statements. The remaining investments held by the trustee are restricted for debt service and are available to the Corporation only if certain cash flow tests are met.

Total deposits and investments at June 30, 1991, are as follows:

Equity in State Treasury Pool	\$ 2,359,263
Money Market Accounts	125,666
Repurchase Agreements	<u>3,100,000</u>
Cash and cash equivalents	<u>5,584,929</u>
Money Market Accounts	553,011
Investment Agreements	25,433,713
Government Securities	<u>43,236,170</u>
Investments held by Trustee	<u>69,222,894</u>
Total Deposits and Investments	<u>\$74,807,823</u>

ALASKA SCIENCE AND TECHNOLOGY ENDOWMENT FUND

The principal of the Alaska Science and Technology Endowment Fund (the "Endowment") consists of monies appropriated to it for the benefit of the Foundation. By statute, the Endowment is to be held and invested by the Alaska Permanent Fund Corporation (the "Corporation") under the same investment authority as the Alaska Permanent Fund (the "Fund") is managed.

The assets of the Endowment have been commingled with the assets of the Fund for investment purposes. The Endowment has been credited with unit shares and fractions of unit shares which represent an undivided beneficial interest in the commingled assets of the Fund equal to the proportion which those shares bear to the total unit shares outstanding. The Endowment has received unit shares and fractions of unit shares based directly upon the dollar amount per share of funds contributed; the Endowment will be charged with unit shares and fractions of unit shares based directly upon the dollar amount per share of funds withdrawn. The original unit share value has been established at \$1,000. This arrangement effectively places the investment of the Endowment in GASB risk category 2.

The commingled investments of the Endowment at June 30, 1991, are summarized as follows:

Principal	\$100,000,000
Undistributed earnings	<u>13,271,000</u>
Total investments	<u>\$113,271,000</u>

The net asset value of all Endowment shares outstanding on June 30, 1991, amounted to \$114,136,000, of which \$865,000 represents the Endowment's share of net unrealized gains on Fund investments.

UNIVERSITY OF ALASKA

At June 30, 1991, the university held the following cash and investments:

	<u>Book Value</u>	<u>Market Value</u>
Deposits	\$ 19,022,497	\$ 19,022,497
Investment securities	7,959,656	7,989,038
Other deposits and investments	<u>80,803,024</u>	<u>81,722,530</u>
	<u>\$107,785,177</u>	<u>\$ 108,734,065</u>
Fund Group:		
Unrestricted current funds	\$ 41,424,451	\$ 41,424,394
Restricted current funds	29,000	65,014
Student loan funds	74,046	74,046
Endowment and similar funds	19,231,189	20,122,427
Plant funds	47,020,479	47,042,172
Agency funds	<u>6,012</u>	<u>6,012</u>
	<u>\$107,785,177</u>	<u>\$ 108,734,065</u>

Alaska Statutes and Board of Regents policy provide the university with broad authority to invest funds subject to the judgment and care of an institutional investor of ordinary professional prudence and consideration for the purpose of the fund, the investment objectives, and the probable safety of the capital as well as probable investment returns.

Detailed summaries of book value/market value and bank balance of deposits are as follows:

<u>Deposits</u>	<u>Book/Market Value</u>	<u>Bank Balance</u>
Insured or collateralized (Category 1):		
Demand deposits	\$ 256,773	\$ 256,773
Time deposits	300,000	300,000
Uncollateralized (Category 3):		
Demand deposits	(3,029,681)	2,163,114
Time deposits	<u>21,495,405</u>	<u>21,495,405</u>
Total deposits	<u>\$ 19,022,497</u>	<u>\$ 24,215,292</u>

Deposits reported in Category 1 by the university were insured by federal depository insurance. Time deposits reported in Category 3 were secured under tri-party agreements with various bank trust departments to hold the collateral for the benefit of the university; however, the securities are not held in the name of the university. At June 30, 1991, securities with an estimated market value of approximately \$60,816,000 were held as collateral under tri-party agreements. Time deposits include a noninterest bearing certificate of deposit in the amount of \$2,550,000 maintained as a compensating balance in exchange for banking services.

Detailed summaries of book value/market value of various investments are as follows:

<u>Investment Securities</u>	<u>Book Value</u>	<u>Market Value</u>
Insured or registered (Category 1):		
Stocks	\$ 28,561	\$ 64,575
Uninsured and unregistered (Category 3):		
Repurchase agreements	7,881,762	7,881,762
Bonds	49,333	42,701
Total investment securities	<u>\$ 7,959,656</u>	<u>\$ 7,989,038</u>
<u>Other deposits and investments</u>		
The Common Fund	\$ 62,763,320	\$ 62,763,320
Other money market funds	73,814	73,814
Funds held in trust by others	17,965,890	18,885,395
Total other deposits and investments	<u>\$ 80,803,024</u>	<u>\$ 81,722,529</u>

The university holds directly several securities which were received as donations and other bonds acquired in connection with debt and trust agreements. Repurchase agreements represent overnight investments secured by collateral held by the depository bank's trust department on behalf of the university, but not in the name of the university. The Common Fund for Short Term Investments represents a not-for-profit pooled investment fund for colleges and universities. Funds held in trust by others represent funds held and invested by independent fiduciaries.

Certain funds held in trust are not included in the financial statements as the university has limited control over their administration. These funds are in the custody of independent fiduciary agencies and at June 30, 1991, their cost basis is \$1,538,978 and the estimated market value is \$1,682,633. The university received \$107,838 of income from these sources during 1991 for general and designated purposes.

NOTE 3 - BONDS PAYABLE AND OTHER LONG-TERM OBLIGATIONS

SUMMARY OF STATE AND COMPONENT UNIT (STATE AGENCY) LONG-TERM DEBT OBLIGATIONS

Below is a schedule which summarizes outstanding State and State Agency debt obligations. The following is a general description of the meaning of the major categories.

State Debt:

State debt consists of State general obligation bonds. The full faith, credit, and resources of the State are pledged to the payment of principal and interest on the bonds. If future State revenues are insufficient to make the required principal and interest payments to bondholders, the State is legally required by contract with bondholders to raise taxes in order to meet these obligations.

State-Supported Debt:

State-supported debt is debt whose ultimate source of payment is, or may include, appropriations from the State's general fund. However, the debt does not have the full faith and credit of the State pledged to it. It may have other revenues pledged to it, as in the case of some University of Alaska debt, or even the full faith and credit of another public issuer, as in the case of municipal school debt.

State-supported debt is not considered debt under the Alaska Constitution because the State's payments on the debt obligations, even if they are the subject of a contractual commitment, are subject to annual legislative appropriation. As a result, voter approval of such debt is not required.

State Guaranteed Debt:

In the 1982 general election, voters approved an amendment to Article IX, Section 8 of the Alaska Constitution that permits the State to guarantee unconditionally as a general obligation of the State the payment of principal and interest on revenue bonds issued by AHFC for the purpose of purchasing mortgage loans made for residences of qualifying veterans. This is the only purpose for which State guaranteed bonds may be issued. Because the bonds are general obligations of the State, they must be authorized by law,

ratified by the voters, and approved by the State Bond Committee. In the 1982, 1984, and 1986 general elections and a 1983 special election, voters approved propositions authorizing \$400 million, \$700 million, \$600 million, and \$500 million, respectively, of State guaranteed bonds for veterans mortgages.

These bonds are also known to investors as "double-barrelled" because there are two distinct forms of security behind the bonds. Their first lien is on the revenue stream generated by payments on the mortgage loans made from bond sale proceeds. Additional security to bondholders is provided by the general obligation pledge of the State to make the required debt service payments in the event that revenues are insufficient.

State Moral Obligation Debt:

This type of debt consists of bonds issued by State agencies which are secured, in part, by a reserve fund to which is attached a discretionary replenishment provision. Such a reserve fund is typically called a capital reserve fund.

A capital reserve fund is generally equal in size to the maximum amount of debt service required in any year. The typical Alaska discretionary replenishment provision means that if the reserve fund should fall below its required level, the State legislature may, but is not legally required to, appropriate funds sufficient to restore the capital reserve fund to its required level. The most likely reason that such a reserve fund would fall short of the required level is if agency revenues were insufficient to meet a given debt service payment and the reserve fund had to be used to make the payment.

State Revenue Debt:

This type of debt is issued by the State itself but is secured only by revenues derived from the use of bond proceeds. State revenue debt is not a general obligation of the State and does not require voter approval.

State Agency Debt:

State agency debt is secured by revenues generated from the use of bond proceeds or the assets of the agency issuing the bonds. The debt is not a general obligation of the State nor does the State provide security for the debt in any manner, i.e., by appropriations, guarantees, or moral obligation pledges. The State has, however, appropriated funds to subsidize the interest rate to the borrower in the case of the AHFC debt listed as State agency debt in the following schedule.

Nevertheless, if default threatened on any State agency debt, there is some chance the State would step in. The ties between these agencies and the State--such as their statutory origin and authority, their being subject to the executive budget act and State contracting procedures, cabinet membership on boards, legislative approval of bond issuance, and, most fundamentally, achievement of their purpose as a continuing goal of the State--may mean that the State has or will take responsibility for such debt even though it has no legal liability. A default on any State agency debt might affect ratings and interest costs on all State and State agency debt.

This de facto State responsibility was demonstrated in 1984 by the appropriation of \$210 million in section 313, Chapter 171, SLA 1984, for loans to the Alaska Energy Authority to refinance short-term debt relating to the four dam pool. The absence of power sales agreements negated the possibility of any bond buyers or other lenders stepping forward to provide the refinancing.

State Agency Collateralized Debt:

State agency collateralized debt pledges, as security for the debt, loans or securities which are 100 percent insured or guaranteed by another party of superior credit standing. This makes very remote any likelihood of the State having to assume responsibility for the debt.

Under a program enacted in 1970 (Alaska Statutes 14.11.100) the State will reimburse municipalities for 80, 90, or 100 percent of the debt service on municipal general obligation bonds issued for school construction. That debt carries the general obligation of the issuing municipality (see Note 9 B.).

The State maintains a risk management program to cover most state agencies and component units against losses for liability, workers compensation, etc. This program includes self-insurance supplemented by further insurance coverage (see Note 9 C.).

The following schedule (stated in millions) is a summary of outstanding State and agency debt obligations as of June 30, 1991:

	<u>Debt Outstanding</u>	<u>Total Debt Service to Maturity</u>
<u>STATE AND STATE AGENCY DEBT BY TYPE</u>		
STATE DEBT		
State General Obligation Bonds	\$ 213.0	\$ 249.0
STATE SUPPORTED DEBT		
Capital Leases Payable	17.8	19.3
Miscellaneous Lease Purchase Financing	48.6	78.5
University of Alaska Debt	23.7	36.0
State Reimbursement of Municipal School Debt Service (Estimate)	<u>621.0</u>	<u>875.2</u>
Total State Supported Debt	<u>711.1</u>	<u>1,009.0</u>
Total State General Obligation Bonds and State Supported Debt	<u>924.1</u>	<u>1,258.0</u>
STATE GUARANTEED DEBT		
Alaska Housing Finance Corporation - State Guaranteed Bonds (*)	<u>190.3</u>	<u>190.3</u>
STATE MORAL OBLIGATION DEBT		
Alaska Housing Finance Corporation (*)	727.4	727.4
Alaska Industrial Development and Export Authority	236.5	480.6
Alaska Municipal Bond Bank Authority	125.0	184.9
Alaska Energy Authority	163.7	411.4
Alaska Student Loan Corporation	<u>156.1</u>	<u>233.0</u>
Total State Moral Obligation Debt	<u>1,408.7</u>	<u>2,037.3</u>
STATE REVENUE DEBT		
International Airports Revenue Bonds	<u>67.0</u>	<u>125.2</u>
STATE AGENCY DEBT		
Alaska Housing Finance Corporation (*)	445.9	445.9
Alaska Industrial Development and Export Authority	24.4	47.5
Alaska Municipal Bond Bank Authority	22.7	35.9
Alaska Railroad Corporation (12/31/90)	<u>21.8</u>	<u>27.1</u>
Total State Agency Debt	<u>514.8</u>	<u>556.4</u>
STATE AGENCY COLLATERALIZED DEBT		
Alaska Housing Finance Corporation (*)	<u>2,182.8</u>	<u>2,182.8</u>
Total State and State Agency Debt	<u>\$ 5,287.7</u>	<u>\$ 6,350.0</u>

(*) Amount of interest to maturity was not available and is not included in the total debt service amounts.

STATE LONG-TERM DEBT

SUMMARY OF CHANGES

A summary of changes of amounts in General Long-Term Debt for the fiscal year ended June 30, 1991, in thousands, is as follows:

	Balance July 1, 1990	Increases	Decreases	Balance June 30, 1991
Capital Leases Payable	\$ 23,889	\$ 579	\$ 6,712	\$ 17,756
Certificates of Participation	46,893	-	1,607	45,286
Lease Revenue Bonds	3,415	-	100	3,315
Serial Bonds Payable	290,531	-	77,499	213,032
Accrued Vacation Leave	66,611	56,404	52,479	70,536
Claims and Judgments	97,741	30,060	16,367	112,434
Total General Long-Term Debt	<u>\$ 529,080</u>	<u>\$ 88,043</u>	<u>\$ 154,764</u>	<u>\$ 462,359</u>

GENERAL OBLIGATION AND INTERNATIONAL AIRPORTS REVENUE BONDS

Amounts payable at June 30, 1991, consisted of the following:

	June 30, 1991 (Millions)	Bonds Outstanding	
		Current Portion (Millions)	Long-Term Portion (Millions)
General Obligation Bonds, 3 percent to 10 percent, with serial maturities through 2000	\$ 213.0	\$ 56.1	\$ 156.9
International Airports Revenue Bonds, 5.5 percent to 10.9 percent, with serial maturities through 1999 and term maturities during 1996, 1998, 1999, 2006, and 2015.	67.0	3.4	63.6

The full faith, credit, and resources of the State are pledged to secure payment of General Obligation Bonds. Gross revenues derived from the operation of the two international airports at Anchorage and Fairbanks are pledged to secure the payment of principal and interest on International Airports Revenue Bonds.

Debt service requirements for the next five years and thereafter for General Obligation Bonds and for International Airports Revenue Bonds are as follows:

Fiscal Year	General Obligation Bonds (Millions)		Airport Revenue Bonds (Millions)	
	Principal	Interest	Principal	Interest
1992 Bonds	\$ 56.1	\$ 12.1	\$ 3.4	\$ 5.2
1993 Bonds	51.4	8.3	3.7	5.0
1994 Bonds	28.4	5.5	4.0	4.7
1995 Bonds	19.1	4.0	4.3	4.4
1996 Bonds	18.6	2.9	4.6	4.0
Thereafter	<u>39.4</u>	<u>3.2</u>	<u>47.0</u>	<u>34.9</u>
Total Bonds	<u>\$ 213.0</u>	<u>\$ 36.0</u>	<u>\$ 67.0</u>	<u>\$ 58.2</u>

No authorized general obligation bonds remain unissued. All International Airports revenue bonds authorized by the Alaska legislature have been issued.

CERTIFICATES OF PARTICIPATION AND LEASE REVENUE BONDS

The State is the lessee in a number of capital leases for which lease-purchase obligations have been issued. Debt service requirements for the next five years and thereafter for these lease-purchase obligations are:

<u>Fiscal Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
1992	\$ 2.0	\$ 3.3	\$ 5.3
1993	2.2	3.2	5.4
1994	2.3	3.0	5.3
1995	2.5	2.9	5.4
1996	2.7	2.7	5.4
Thereafter	<u>36.9</u>	<u>14.8</u>	<u>51.7</u>
Total	<u>\$ 48.6</u>	<u>\$ 29.9</u>	<u>\$ 78.5</u>

CAPITAL LEASES PAYABLE

Capital Leases include the amounts, in millions, due as of June 30, 1991, to the following:

	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
Alaska State Housing Authority			
1992	\$ 5.8	\$.8	\$ 6.6
1993	5.5	.4	5.9
1994	3.0	.2	3.2
1995	<u>1.5</u>	<u>.1</u>	<u>1.6</u>
	<u>\$ 15.8</u>	<u>\$ 1.5</u>	<u>\$ 17.3</u>
Computer Equipment Lease (Information Services Fund)			
1992	<u>\$ 2.3</u>	<u>\$.2</u>	<u>\$ 2.5</u>

COMPONENT UNITS (STATE AGENCY) LONG-TERM DEBT

ALASKA ENERGY AUTHORITY

The following is a summary of changes in long-term debt and programs loans payable (including current portion) for the year ended June 30, 1991:

Bradley Lake Power Revenue Bonds First Series (a)	\$ 101,970,562
Bradley Lake Power Revenue Bonds Second Series (a)	59,508,648
Larsen Bay Fixed Rate Revenue Bond (b)	843,518
Arbitrage interest payable (c)	1,221,383
Notes payable to the State of Alaska:	
Power Development Revolving Loan (d)	184,571,726
Power Project Fund Loan (e)	26,072,947
Rural Electrification Revolving Loan (e)	4,608,641
Bulk Fuel Revolving Loan (e)	<u>782,751</u>
	<u>\$ 379,580,176</u>

- (a) The Authority issued the Power Revenue Bonds, First and Second series in September 1989 and August 1990, respectively, for the long-term financing of the construction costs of the Bradley Lake Hydroelectric Project and refunded the Energy Authority's Variable Rate Demand Bonds. Under the Bond Resolutions, the Authority is required to establish and maintain with the Trustee a Capital Reserve Fund (an amount equal to the lesser of maximum annual aggregate debt service or ten percent of the proceeds of the bonds). All of the revenues derived by the Authority from the operation of the project and all monies, securities, and funds held or set aside are pledged and assigned to secure the payment of principal, redemption premium, if any, and interest on the bonds. No other revenues of the Authority are pledged as security for the payment of the bonds. The Authority has further committed that at all times after the date of commercial operation of the

Project, it shall charge and collect from each power purchaser a percentage share of annual project costs. A summary of the bonds follows:

Maturity Date	First Series		Second Series		Total Maturity Amount
	Stated Interest Rate (%)	Maturity Amount	Stated Interest Rate (%)	Maturity Amount	
Current Interest Bonds:					
1992	6.20	\$ 1,175,000	6.10	\$ 780,000	\$ 1,955,000
1993	6.30	1,485,000	6.20	985,000	2,470,000
1994	6.40	1,580,000	6.30	1,045,000	2,625,000
1995	6.50	1,680,000	6.40	1,115,000	2,795,000
1996	6.60	1,790,000	6.50	1,185,000	2,975,000
1997	6.70	1,905,000	6.60	1,265,000	3,170,000
1998	6.90	2,035,000	6.70	1,345,000	3,380,000
1999	6.90	2,175,000	6.80	1,435,000	3,610,000
2000	7.00	2,325,000	6.90	1,535,000	3,860,000
2001	7.00	2,490,000	6.95	1,635,000	4,125,000
2002	7.10	2,665,000	7.00	1,750,000	4,415,000
2003	7.10	2,850,000	7.05	1,875,000	4,725,000
2004	7.10	3,055,000	7.10	2,005,000	5,060,000
2005			7.15	2,150,000	2,150,000
		<u>27,210,000</u>		<u>20,105,000</u>	<u>47,315,000</u>
Term Bonds:					
2009	7.25	6,780,000			6,780,000
2013			7.20	7,425,000	7,425,000
2016	7.25	32,805,000			32,805,000
2017	7.60	6,140,000			6,140,000
2021	6.25	<u>29,010,000</u>	7.25	<u>29,395,000</u>	<u>58,405,000</u>
		<u>74,735,000</u>		<u>36,820,000</u>	<u>111,555,000</u>
Capital Appreciation Bonds:					
2005	7.10	3,270,000			3,270,000
2006	7.10	3,270,000	7.10	2,305,000	5,575,000
2007	7.10	3,270,000	7.10	2,305,000	5,575,000
2008			7.10	2,305,000	2,305,000
2009			7.10	2,300,000	2,300,000
2010			7.10	<u>2,305,000</u>	<u>2,305,000</u>
		<u>9,810,000</u>		<u>11,520,000</u>	<u>21,330,000</u>
Total issue		111,755,000		68,445,000	180,200,000
Bond (discount) net		<u>(9,784,438)</u>		<u>(8,936,352)</u>	<u>(18,720,790)</u>
Debt outstanding		<u>\$101,970,562</u>		<u>\$59,508,648</u>	<u>\$161,479,210</u>

- (b) Larsen Bay Fixed Rate Revenue Bonds were issued in May 1991 for the long-term financing of a portion of the construction costs of the Larsen Bay Hydroelectric Project. All of the revenues derived by the Authority from the operation of the Project are pledged and assigned to secure the payment of the bonds. A summary of the bonds follows:

<u>Maturity Date</u>	<u>Stated Interest Rate (%)</u>	<u>Maturity Amount</u>
1993	6.25	\$ 25,000
1994	6.50	25,000
1995	6.65	25,000
1996	6.80	25,000
1997	6.90	30,000
1998	7.00	30,000
1999	7.10	35,000
2000	7.20	35,000
2001	7.30	40,000
2002	7.40	40,000
2003	7.75	45,000
2004	7.75	45,000
2005	7.75	50,000
2006	7.75	55,000
2007	7.75	60,000
2008	7.75	65,000
2009	7.75	70,000
2010	7.75	75,000
2011	7.75	80,000
Total issue		855,000
Bond (discount) net		<u>(11,482)</u>
Debt Outstanding		<u>\$843,518</u>

- (c) The arbitrage interest payable is from the excess of investment income on the proceeds of the Authority's tax exempt bonds over the related interest expense.
- (d) The notes payable to the State of Alaska, Power Development Revolving Loan (note) at June 30, 1991, are subject to the terms and conditions of a loan agreement effective October 28, 1985, as amended. Effective July 1, 1989, administration of this note was transferred to the Authority from the Department of Commerce and Economic Development (Department) subject to Executive Order 75. The loan proceeds are restricted to financing the initial hydroelectric projects under the State of Alaska energy program. Any interest earned on the unexpended proceeds of the note are considered additional interest obligations for the notes and must be paid to the State. The note is due October 28, 2030, and provides for interest-only repayments for the first 15 years in an amount not less than the debt service component of the proceeds from the sale of power generated from the Solomon Gulch, Terror Lake, Swan Lake, and Lake Tyee hydroelectric facilities (Four Dam Pool Project). However, principal repayment may occur under specific circumstances. For the remaining term, the loan provides for payments in equal annual installments at an interest rate of 8 percent, subject to the reopening of the debt service component of the wholesale power rate in the fifteenth and thirtieth anniversaries of the loan agreement.

In prior years and in fiscal year 1991, substantially all debt service payments were applied to interest.

All of the assets of the Four Dam Pool Project and the rights under agreements and revenues derived from use of capacity and sale of output of the Four Dam Pool Project have been pledged as security under the loan agreement.

- (e) Pursuant to AS 44.83.170, AS 44.83.361, and AS 44.83.610, the Authority is required to reimburse the State of Alaska general fund for interest and principal received for the Power Project Loans, and interest and fees received for the Rural Electrification Revolving Loans and Bulk Fuel Revolving Loans. These loans are also shown as receivables from the individual borrowers.

Components of repayments to the State of Alaska for the year ended June 30, 1991:

Power project loans:	
Principal	\$1,544,802
Interest	1,622,536
Rural Electrification loans	
	88,134
Bulk Fuel Revolving loans:	
Interest	42,009
Loan fees	9,371
	<u>\$3,306,852</u>

Scheduled maturities of long-term debt as of June 30, 1991, prior to the subsequent partial refinancing of the Bradley Lake Variable Rate Demand Bonds are as follows:

Year Ending June 30	Bradley Lake Power Revenue Bonds			Larsen Bay Fixed Rate Revenue Bond	Total Long-term Debt
	First Series	Second Series	Total Bradley		
1993	\$ 1,175,000	\$ 780,000	\$1,955,000	\$ 25,000	\$ 1,980,000
1994	1,485,000	985,000	2,470,000	25,000	2,495,000
1995	1,580,000	1,045,000	2,625,000	25,000	2,650,000
1996	1,680,000	1,115,000	2,795,000	25,000	2,820,000
1997-2001	10,230,000	6,765,000	16,995,000	170,000	17,165,000
2002-2006	14,330,000	9,415,000	23,745,000	235,000	23,980,000
2007-2011	13,320,000	11,520,000	24,840,000	350,000	25,190,000
2012-2016	-	7,425,000	7,425,000	-	7,425,000
2017-2021	38,945,000	-	38,945,000	-	38,945,000
2022-2026	<u>29,010,000</u>	<u>29,395,000</u>	<u>58,405,000</u>	<u>-</u>	<u>58,405,000</u>
	111,755,000	68,445,000	180,200,000	855,000	181,055,000
Bond (discount) net	<u>(9,784,438)</u>	<u>(8,936,352)</u>	<u>(18,720,790)</u>	<u>(11,482)</u>	<u>(18,732,272)</u>
Long-term portion	<u>\$101,970,562</u>	<u>\$59,508,648</u>	<u>\$161,479,210</u>	<u>\$ 843,518</u>	<u>\$162,322,728</u>

Interest expense on borrowing totaled \$22,683,829 in 1991. On the Bradley Lake Hydroelectric Project, interest expense of \$12,795,278 for the year 1991, and interest income of \$9,961,785 for the year 1991 related to tax exempt borrowing have been capitalized. Also on the Larsen Bay Hydroelectric Project, interest expense of \$8,483 and interest income of \$1,756 have been capitalized for the fiscal year 1991.

Other Debt: In 1982, the Authority assumed \$44,858,858 of five percent mortgage notes payable which provide for quarterly principal and interest payments to the Rural Electrification Administration (REA) in connection with the Solomon Gulch Hydroelectric Project. At June 30, 1991, the unpaid principal balance is \$39,192,270. Concurrent with the assumption, the Authority deposited with a trustee an amount sufficient to satisfy and provide for timely repayment of all principal and interest due on the assumed REA loans. Accordingly, the loans and related trust assets are not included in the combined financial statements of the Authority. As of June 30, 1991, the assets in this trust had a carrying value of \$20,929,805.

ALASKA HOUSING FINANCE CORPORATION

With the exception of the State Guaranteed Bonds, the AHFC's obligations are not a debt of the State and the State is not directly liable thereon. The State Guaranteed Bonds are backed by the full faith and credit of the State. Bonds outstanding at June 30, 1991, are as follows, in thousands of dollars:

	<u>Original Amount</u>	<u>Par Outstanding</u>	<u>(Discount) Premium</u>	<u>Net Outstanding</u>
Housing Mortgage Bonds 5.4% to 8.75%, due 1989-2005	\$ 109,500	\$ 74,030	\$ (114)	\$ 73,916
Insured Mortgage Bonds 5.3% to 11.00%, due 1989-2030	1,257,229	695,494	(5,083)	690,411
Insured Rural Mortgage Bonds, 7.5 %	10,000	-	-	-
State Assisted Mortgage Bonds 8.25% to 18.375%, due 1989-1999	1,125,000	55,262	(374)	54,888
General Purpose Bonds 6.15% to 7.20%, due 1990-1997	129,500	116,130	-	116,130
Home Mortgage Bonds 7.5% to 13.375%, due 1989-2012	585,000	92,725	14,979	107,704
Collateralized Home Mortgage Bonds Floating Rate, due 1997-2025	869,445	465,320	(2,221)	463,099
State Guaranteed Bonds 5.5% to 11.88%, due 1989-2033	1,432,500	393,165	(7,638)	385,527
Medium Term Notes and Secured Bonds 6.40% to 9.30%, due 1989-2001	600,000	431,291	(182)	431,109
Floating Rate Notes, variable rates, due 1989-2001	125,000	90,500	(21)	90,479
Mortgage-Backed Bonds 9.7% to floating rate (10.1125% at 6/30), due 1992-1994	62,000	37,635	-	37,635
Medium Term Notes 8.5% to floating, due 1989-1996	100,000	79,081	3,448	82,529
Collateralized Mortgage Obligations 8.63% to 9.25%, due 2010-2023	375,000	358,239	(13,342)	344,897
Residential Mortgage Bonds 7.88% to 8.73%, due 1989-1992	65,000	16,000	-	16,000
Fairbanks North Star Borough Residential Mortgage Bonds 10.75% to 12.75%, due 1989-2002	35,000	8,165	-	8,165
Alaska Housing Finance Corporation Overseas Finance N.V. Guaranteed Bonds, 11.75%, due 1989-1994	100,000	-	-	-
Home Owner's Assistance Program 8.5% to 11.0%, due 1990-2022	705,000	568,583	(4,938)	563,645
Federal National Mortgage Association 11.93% to 13.94%, due 1989-2000	<u>300,000</u>	<u>-</u>	<u>-</u>	<u>-</u>
	<u>\$ 7,985,174</u>	<u>\$ 3,481,620</u>	<u>\$(15,486)</u>	<u>\$ 3,466,134</u>

The bonds and notes are secured, as described in the applicable agreements, by the revenues, monies, investments, mortgage loans and other assets in the funds and accounts established by the respective security agreements. A substantial portion of the assets of the Corporation is pledged to the outstanding obligations of the Corporation. Additionally, a Special Pledged Fund (approximately \$7,719,000 at June 30, 1991) consisting of permitted investments and cash held by the State Commissioner of Revenue is available and pledged to the Housing Mortgage Program Bonds in addition to the assets held in the Housing Mortgage Bond Fund. This Special Pledged Fund is not reflected in the accompanying combined financial statements.

The bonds are generally subject to certain early redemption provisions, both mandatory and at the option of the Corporation.

The minimum principal payments, including sinking fund principal payments related to all bond and note indebtedness in the immediately preceding schedule (except FNMA Notes), for the five years subsequent to June 30, 1991, and thereafter, are as follows (in thousands of dollars):

<u>Year Ending</u> <u>June 30</u>	<u>Amount</u>
1992	\$ 159,001
1993	144,729
1994	138,579
1995	155,689
1996	127,600
Thereafter	<u>2,756,022</u>
	<u>\$ 3,481,620</u>

FNMA Notes are held by FNMA and are secured by the FNMA Mortgage Backed Securities (MBSs). The related security agreement was modified May 19, 1988, requiring computation of the Required Collateral Amount, as defined in the amendment to the agreement on a semiannual basis beginning June 1, 1988. The effect of the amendment is to prevent the release of collateral unless the Required Collateral Amount would remain available. The Amendment effectively terminates on May 18, 1995. Principal reductions are required monthly on these notes in an amount approximately equal to the collections related to the mortgages underlying the MBSs, less interest on the FNMA notes.

For certain bond issues, the Corporation has entered into credit arrangements with various financial institutions to provide funds necessary to satisfy debt service or unpaid bond principal obligations. Varying commitment fees are required, generally 1/4 to 1/2 of 1 percent per annum of the aggregate liability or commitment amount.

The \$35,000,000 Fairbanks North Star Borough Residential Mortgage Bond Program is administered by the Corporation. The bonds are secured in substantially the same manner as bonds issued by the Corporation except that they are not secured by the faith and credit of the Corporation; they are a special obligation of the Fairbanks North Star Borough. Upon retirement of these bonds, all assets remaining in the program revert to the Corporation.

In connection with the issuance of the \$125,000,000 Floating Rate Notes (Notes) the Corporation entered into certain interest rate swap agreements. The terms of the agreements provide that other parties will pay to the Corporation an amount equal to the interest due on the Notes based upon their floating rate. In return, the Corporation will pay to those parties an amount equal to 8.795 percent of the outstanding principal balance of the Notes.

The Corporation has been issuing Euro Commercial Paper since 1986. No individual issue may exceed six months in duration. The maximum aggregate outstanding principal balance authorized by the Board of Directors is \$150,000,000. During the fiscal year ended June 30, 1991, Euro Commercial Paper was issued with yields from 8.7175% to 8.125%. Proceeds from issuance are used to purchase and inventory mortgage loans prior to securing into GNMA Certificates, FNMA Mortgage-Backed Securities or FHLMC Participation Certificates which, subsequent to this funding, are pledged to trust accounts of various bond issues.

ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY

ENTERPRISE DEVELOPMENT FUND

The composition of bonds outstanding at June 30, 1991, are as follows:

	Enterprise Development Account	Economic Development Account	Combined
Economic Development Bonds			
10.25% and 10.5%, issued November 1, 1983, maturing through 2009	\$ 5,865,000	\$ -	\$ 5,865,000
10.0% to 10.75%, issued December 1, 1983, maturing through 2009	10,465,000	-	10,465,000
10.75% to 11.4%, issued July 1, 1984, maturing through 2010	7,425,000	-	7,425,000
8.25% to 10.0%, issued May 1, 1985, maturing through 2004	6,185,000	-	6,185,000
Consolidated Bonds			
9.5% to 10.25%, issued July 1, 1983, maturing through 2010	12,880,000	-	12,880,000
9.75% to 10.5%, issued November 1, 1983, maturing through 2009	3,715,000	-	3,175,000
10.0% to 10.75%, issued December 1, - 1983, maturing through 2009	1,910,000	-	1,910,000
9.2% to 10.6%, issued November 1, 1984, maturing through 2009	6,340,000	-	6,340,000
Variable Demand/Fixed Rate Bonds			
7.5% and 7.7%, issued October 30, 1984, maturing through 2004	8,975,000	-	8,975,000
Tax-Exempt Umbrella Bonds			
8.0% to 9.3%, issued May 15, 1985, maturing through 2010	13,225,000	-	13,225,000
7.25% to 8.125%, issued October 21, 1985, maturing through 2006	21,495,000	-	21,495,000
7.0% to 8.5%, issued December 19, 1985, maturing through 2006	11,580,000	-	11,580,000
7.15% to 8.875%, issued December 19, 1986, maturing through 2012	12,400,000	-	12,400,000
Taxable Umbrella Bonds			
9.0% to 9.65%, issued August 6, 1987, maturing through 1997	10,810,000	-	10,810,000
Revolving Fund Bonds			
6.55% to 7.95%, issued December 13, 1990, maturing through 2010	24,390,000	-	24,390,000
DeLong Mountain Transportation Project Revenue Bonds			
5.4% to 7.3%, issued March 17, 1987, maturing through 2017	-	103,250,000	103,250,000
	<u>\$157,660,000</u>	<u>\$103,250,000</u>	<u>\$260,910,000</u>

At June 30, 1991, Economic Development, Consolidated, Variable, Demand/Fixed Rate, Umbrella, and Revolving Fund Bonds are secured by the general assets and future revenues of the Enterprise Development Account and the Skagway Terminal of the Economic Development Account. Various bonds are further secured by loans, loan proceeds, and capital reserve funds established pursuant to terms of the bond resolutions. The Taxable Umbrella Bonds are additionally secured by a letter of credit.

At June 30, 1991, all assets of the Red Dog Project of the Economic Development Account are restricted for use in the Red Dog Project and are pledged to the repayment of the DeLong Mountain Transportation Project Revenue Bonds, which are additionally secured by bond insurance.

The principal portions of the bonds payable mature as follows:

Year ending June 30	Enterprise Development Account	Economic Development Account	Combined
1992	\$ 8,090,000	\$ 1,600,000	\$ 9,690,000
1993	7,180,000	1,685,000	8,865,000
1994	7,720,000	1,780,000	9,500,000
1995	7,685,000	1,885,000	9,570,000
1996	8,305,000	2,000,000	10,305,000
1997-2017	<u>118,680,000</u>	<u>94,300,000</u>	<u>212,980,000</u>
	<u>\$ 157,660,000</u>	<u>\$103,250,000</u>	<u>\$260,910,000</u>

Enterprise Development Account bond resolution covenants effective June 30, 1991, preclude the Authority from incurring any general obligation indebtedness unless future estimated net income equals not less than 150% of the general obligation annual debt service requirement in each year or from taking any action to cause its unrestricted surplus to be less than the lesser of \$200,000,000 or the amount of general obligation indebtedness outstanding. At June 30, 1991, the lowest projected coverage for any year is 188% (after giving effect to the Healy Project restriction described in note 3). At June 30, 1991, unrestricted surplus was \$398,700,000.

On July 14, 1988, the Authority defeased \$78,295,000 of bonds of the Enterprise Development Account bonds: five Economic Development Bond issues (delivered from April 1, 1981, through December 1, 1982) and three Consolidated Bond issues (delivered from April 1, 1982, through December 1, 1982).

The Authority deposited United States Treasury securities costing \$91,269,000 into an irrevocable trust. The defeasance resulted in decreased interest expense of \$8,948,000 in fiscal year 1991 and total future debt service savings of \$188,580,000 over the remaining lives of the eight issues from the date of the defeasance (assuming each had been paid out in accordance with their original repayment schedules).

The investment securities deposited into the irrevocable trust and interest earned thereon are sufficient to pay when due the principal or redemption price and interest on the eight defeased bond issues. The bond issues are subject to redemption prior to maturity on April 1, 1992 and October 1, 1991 and 1992 at 102% or 103% of the principal amount redeemed plus accrued interest, depending on the particular bond issue. The source of funds used to purchase the investment securities for the defeasance was the Authority's unrestricted investments. Seven of these bond issues, aggregating \$58,985,000 and related interest payable at June 30, 1991, remain outstanding but are excluded from the Authority's balance sheet, as are the investment securities.

ALASKA MEDICAL FACILITY AUTHORITY

<u>Medical Facility</u>	<u>Bonds Approved and Issued</u>	<u>Bonds Outstanding at 6/30/91</u>	<u>Average Interest Rate</u>	<u>Final Maturity Date</u>
Fairbanks Memorial Hospital	\$12,000,000	-	-	09/01/99
Careage North	\$ 2,062,500	-	-	11/01/94

The Careage North bonds were retired on June 16, 1989. The Fairbanks Memorial Hospital bonds were retired in March 1990.

ALASKA MUNICIPAL BOND BANK AUTHORITY

Bonds and notes payable at June 30, 1991, are as follows:

<u>Issue</u>	<u>Debt Service Funds</u>		<u>Statutory Reserve Funds - Ordinary Reserve Account</u>	
	<u>Interest Rate%</u>	<u>Principal Outstanding</u>	<u>Interest Rate%</u>	<u>Principal Outstanding</u>
1976 General Bond Resolution Fund:				
1976 Series B	6.0-8.0	\$ 3,000,000	6.75	\$ 345,000
1977 Series B	5.2-6.5	2,015,000	6.1	235,000
1977 Series C	5.0-8.0	1,185,000	5.9	190,000
1978 Series A	5.5-7.5	2,575,000	5.5	265,000
1978 Series B	5.5-7.5	1,740,000	6.0	170,000
1978 Series C	5.5-7.5	1,105,000	6.0	100,000
1979 Series A	5.9-7.5	875,000	6.6	75,000
1979 Series B	6.0-8.0	2,525,000	6.0	255,000
1979 Series C	6.2-8.0	1,645,000	6.9	135,000
1980 Series A	7.3-9.0	2,300,000	8.0	770,000
1981 Series A	12.0-13.0	275,000	13.0	100,000
1982 Series C	11.5-12.0	65,000	12.5	20,000
1983 Series C	9.5-10.25	680,000	-	-
1983 Series D	9.0-10.5	435,000	-	-
1984 Series A	9.5-12.5	2,520,000	-	-
1986 Series A - First Issue	4.5-7.0	13,465,000	-	-
1986 Series A - Second Issue	4.5-7.0	5,075,000	-	-
1986 Series B	4.5-6.9	3,350,000	-	-
1986 Series C	4.0-7.0	13,450,000	7.0	490,000
1987 Series A	5.5-8.25	4,250,000	8.25	170,000
1989 Series A	7.3-7.9	3,695,000	7.9	200,000
1989 Series B	6.2-8.2	9,115,000	8.2	190,000
1989 Series C and D	5.9-6.95	4,290,000	-	-
1990 Series A	6.25-7.50	2,455,000	-	-
1990 Series B	7.25	5,215,000	7.25	220,000
1991 Series A	6.3	2,750,000	6.3	50,000
Total - 1976 General		<u>90,050,000</u>		<u>3,980,000</u>
Ketchikan Airport Revenue	9.5	300,000	-	-
Coastal Energy Reserve	5.25-5.90	3,205,000	5.25-5.90	3,205,000
1982 General Revenue	4.00-7.125	9,725,000	-	-
1987 General Revenue	3.75-6.20	13,220,000	-	-
1988 Kodiak Revenue	6.00-7.875	4,125,000	-	-
1989 Homer Revenue	7.687	2,530,000	-	-
1990 Yakutat Revenue	7.00-7.70	1,195,000	-	-
Coastal Energy Reserve Loan	5.0-9.0	<u>16,265,378</u>	-	-
Grand Total		<u>\$140,615,378</u>		<u>\$ 7,185,000</u>

The above bonds mature in varying annual installments and at June 30, 1991, are as follows:

<u>Maturity of Principal</u>	<u>Principal Debt Service Funds</u>	<u>Statutory Reserve Funds</u>
1992	\$ 14,727,500	\$ 1,235,000
1993	11,258,750	1,150,000
1994	11,535,000	840,000
1995	10,782,500	140,000
1996	11,195,000	150,000
1997-2000	49,553,500	3,300,000
2001-2005	22,875,250	200,000
2006-2016	<u>8,687,878</u>	<u>170,000</u>
	<u>\$140,615,378</u>	<u>\$ 7,185,000</u>

General obligation bonds of the Authority are secured by bonds receivable and by amounts in the reserve fund. The authorizing Alaska Statutes further provide that if a municipality defaults on its principal and/or interest payments, upon written notice by the Authority, the State of Alaska must pay to the Authority all funds due the defaulting municipality from the State in an amount sufficient to clear the default. Loans made under the Coastal Energy Loan Fund are payable only from proceeds received from the municipalities to which the loans were made.

ALASKA RAILROAD CORPORATION

Long-term debt at December 31, 1990, consists of the following, in thousands:

Note payable, secured by equipment, paid through freight credits, including interest at 8 percent	\$ 1,717
Note payable, secured by equipment, due in semi-annual payments of \$203,105 beginning 1992 plus interest at two-year Treasury Note rate. Interest accrued at 9 percent until 1992.	4,836
Note payable, secured by various assets, requires main- tenance of a net worth of at least \$30 million and a debt service coverage ratio of at least 1.25, due in monthly payments of \$118,659, including interest at 8%. The ARRC was in compliance with loan covenants at December 31, 1990.	5,357
Other notes payable, secured by equipment, with varying maturities through 1997 with interest from 7.82 percent to 8.75 percent.	<u>707</u>
	12,617
Less current portion	<u>(1,401)</u>
	<u>\$11,216</u>

Long-term debt maturities are as follows, in thousands:

Year Ending December 31, 1991	\$ 1,401
1992	3,034
1993	1,735
1994	1,814
1995	1,097
Thereafter	<u>3,536</u>
	<u>\$12,617</u>

ARRC has arrangements for short-term borrowing up to \$20,000,000 with two banks at December 31, 1990. The amount outstanding on the first line is \$3,000,000 at December 31, 1990 with interest at 75 percent of the prime rate of a major bank. There is no outstanding balance on the second line at December 31, 1990. In addition, the ARRC has available a line of credit of up to \$20 million for the purpose of financing self insurance claims. There is no outstanding balance on the self insurance line at December 31, 1990.

ALASKA STUDENT LOAN CORPORATION

Bonds payable consist of the following:

	<u>Original Amount</u>	<u>Amount Outstanding</u>
1988 Series A Student Loan Revenue Bonds:		
Serial bonds, 5.5% to 8.2%, due 1989 to 2000	\$ 58,850,000	\$ 51,970,000
Term bonds, 8.4%, due July 1, 2003	24,945,000	24,945,000
1989 Series A Student Loan Revenue Bonds -		
Serial bonds, 7.3% to 7.6% due 1991 to 1998	31,160,000	31,160,000
1990 Series A Student Loan Revenue Bonds -		
Serial bonds, 6.4% to 7.3% due 1992 to 2000	33,000,000	33,000,000
1991 Series A Student Loan Revenue Bonds -		
Serial bonds, 5.5% to 6.7% due 1993 to 2001	<u>15,000,000</u>	<u>15,000,000</u>
	<u>\$ 162,955,000</u>	<u>\$ 156,075,000</u>
Less bond discounts		<u>42,495</u>
		<u>\$ 156,032,505</u>

The bonds are private activity bonds and pay interest semiannually. The bonds are secured by the student loans and other assets of the Corporation and are not obligations to the State. Bond Series 1988A and 1989A are subject to certain early redemption features, both mandatory and at the option of the Corporation. Bond Series 1990A and 1991A are not subject to early redemption. In addition, the bond indentures contain, among other things, covenants relative to restrictions on additional indebtedness. With the exception of the Bond Series 1991A, payment of the principal and interest on the bonds when due according to schedule are insured by a municipal bond policy issued by AMBAC Indemnity Corporation.

The minimum principal payments, including sinking fund principal payments, related to the bonds for the five years subsequent to June 30, 1991, and thereafter are as follows:

<u>Year ending June 30</u>	<u>Amount</u>
1992	\$ 5,055,000
1993	10,090,000
1994	14,670,000
1995	14,140,000
1996	13,210,000
Thereafter	<u>98,910,000</u>
	<u>\$ 156,075,000</u>

UNIVERSITY OF ALASKA

A summary of long-term debt at June 30, 1991, follows:

	Total	Current Maturities 1990-91
Notes and certificates of participation	\$ 6,585,726	\$ 611,820
Revenue bonds	5,306,836	345,000
Installment contracts	2,325,612	858,089
Principal of leasehold obligations	<u>9,495,000</u>	<u>425,000</u>
	23,713,174	2,239,909
Bond coupons due but not redeemed	700	
Less borrowed funds not expected	<u>(1,338,186)</u>	
Total long-term debt	<u>\$ 22,375,688</u>	
Interest		<u>1,609,147</u>
Total annual debt service		<u>\$ 3,849,056</u>

Principal maturities for the fiscal years 1992 through 1996 are \$2,239,909, \$3,466,429, \$1,410,575, \$1,459,359, and \$1,110,966, respectively, with the balance of \$14,025,936 maturing in subsequent years.

Notes:	Principal Outstanding
5 percent note to State of Alaska for construction loan to finance the Campus Activity Center at Fairbanks, payable in varying annual installments of \$283,400 to \$284,300 including interest to June 1995	\$ 1,006,000
8.5 percent note secured by deed of trust on Yak Estates housing project, payable in monthly installments of \$15,995, including interest to May 2012	1,871,013
8 percent mortgage note secured by deed of trust for the Anchorage Adult Learning Center, payable in annual installments of \$16,940, including interest to October 1991	15,686
Prime plus 1.5% to 2.5% note to Tudor Fund secured by deed of trust on property in Anchorage, payable in annual installments of \$500,000, including interest to August 1992	1,708,027
Certificates of Participation:	
6.7% to 7.375% certificates to finance the purchase of a building in Anchorage at 7th & A Streets, due serially to October 2007	<u>1,985,000</u>
	<u>\$ 6,585,726</u>
Revenue Bonds:	
3 percent to 3.75 percent Housing System revenue bonds due serially to 2008	<u>\$ 5,306,836</u>

Housing system revenue bonds are secured by a pledge of all revenue of the Housing System except that portion necessary to pay current expenses in excess of \$79,273 per year. The university has established reserves as required for future debt service and for major repairs and replacements.

Installment Contracts:

The university has entered into installment contracts with principal balances totaling \$2,325,612 for the purchase of vehicles and computing and other equipment. Monthly payments with interest at 6.9 percent to 8.8 percent are due through September 1994.

Principal on Leasehold Obligations:

The university leases the Fairbanks campus heating facility through 2008 from the University of Alaska Heating Corporation. Payments of principal and interest remaining under terms of the 49-year lease are \$15,539,360. Permanent structures existing in 2008 become property of the university. This heating facility is included in university plant fund assets and the related liability is included as "principal of leasehold obligations."

Lease payments by the university equal the University of Alaska Heating Corporation payments on the bonds. At June 30, 1991, the bonds outstanding consist of:

1969 Series due serially to 1993 (5.05% - 6.5%)	\$ 370,000
1978 Series due serially to 2000 (7.1% - 9.5%)	3,500,000
1987 Series due serially to 2007 (6.9% - 8.1%)	<u>5,625,000</u>
	<u>\$ 9,495,000</u>

NOTE 4 - DEFINED BENEFIT PENSION PLANS

A. STATE ADMINISTERED PLANS

The following Pension Trust Funds, which are included in the General Purpose Financial Statements - the Public Employees' Retirement System (PERS), the Teachers' Retirement System (TRS), the Judicial Retirement System (JRS), the National Guard Naval Militia Retirement System (NGNMRS) - follow the accounting and reporting requirements of the Financial Accounting Standards Board's (FASB) Statement No. 35. Therefore, a statement of changes in financial position is not presented for these funds. Also, a statement of changes in net assets available for benefits has not been presented separately for these funds. Financial information which would have been presented in such statement is included in the Combining Statement of Revenues, Expenses, and Changes in Fund Balances for Pension Trust Funds.

1. DESCRIPTION OF PLANS

THE PUBLIC EMPLOYEES' RETIREMENT SYSTEM (PERS):

PERS is a defined benefit retirement plan covering most State employees as well as employees of political subdivisions and public organizations who have elected coverage. PERS is funded by both employer and employee contributions. PERS is an agent multiple-employer retirement system and each entity participating in the plan receives a separate actuarial valuation to determine its required periodic contribution.

Benefits:

Employees hired prior to July 1, 1986, with five or more years of credited service, are entitled to annual pension benefits beginning at normal retirement age, fifty-five, or early retirement at age fifty. For employees hired after June 30, 1986, the normal and early retirement ages are sixty and fifty-five, respectively. Employees with thirty or more years of credited service (twenty years for peace officers and fireman) may retire at any age and receive a normal benefit.

The normal annual pension benefit is based on years of service and average compensation. The benefit related to all years of service earned prior to July 1, 1986, and for years of service through a total of 10 years, is equal to 2 percent of the participant's highest three-year average monthly compensation. The benefit for over 10 years of service subsequent to June 30, 1986, is equal to 2.25 percent of the member's highest three-year average monthly compensation for the second ten years and 2.5 percent for all remaining years of service.

Married retirees must receive their benefits in the form of a joint and survivor annuity unless their spouse agrees to another form of benefit or another person is eligible for benefits under a qualified domestic relations order.

Minimum benefits for employees eligible for retirement are \$25 per month for each year of credited service. Major medical benefits are provided without cost to all members first hired before July 1, 1986, members who are disabled, or members age 65 or older. Members first hired after June 30, 1986, may elect major medical benefits prior to age 65 by paying premiums. The plan also provides death and disability benefits. Cost of Living Allowance adjustments are provided for those retirees who remain in Alaska.

Contributions:

Employee contribution rates at present are 7.5 percent of compensation for peace officers and firemen and 6.75 percent for other employees. Employees' contributions earn interest at the rate of 4.5 percent per annum, compounded semiannually.

The Plan's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to accumulate sufficient assets to pay benefits when due. Employer contributions rates are level percentages of payroll and are determined using the projected unit credit actuarial funding method. The Plan also uses the level percentage of payroll method to amortize the unfunded liability over a 25-year period. Funding surpluses are amortized over 5 years.

Each member employer pays a different contribution rate based on their particular funding circumstances.

THE TEACHERS' RETIREMENT SYSTEM (TRS):

TRS is a cost-sharing, multiple-employer public employee retirement plan with defined benefits. TRS covers all teachers in the public school system, University of Alaska faculty, and other eligible participants.

Benefits:

General employees hired prior to July 1, 1990, with 8 or more years of membership credited service are entitled to annual pension benefits beginning at normal retirement age fifty-five, or early retirement at age fifty. The pension benefit is equal to 2 percent of their highest three-year average base salary for each year of service. The benefit for over 20 years of service subsequent to June 30, 1990, is equal to 2.5 percent of the employee's highest base salary. For retirees hired after June 30, 1990, the normal and early retirement ages are sixty and fifty-five respectively.

A married member who retires must receive their benefits in the form of a joint and survivor annuity unless their spouse agrees to another form of benefit or another person is eligible for the benefit under a qualified domestic relations order.

Minimum benefits for employees eligible for retirement are \$25 per month for each year of credited service. Major medical benefits are provided without cost to all members first hired before July 1, 1990, members who are disabled, or members age 65 or older. Members first hired after June 30, 1990, may elect major medical benefits prior to age 65 by paying premiums. The plan also provides death and disability benefits.

Contributions:

Prior to January 1, 1991, employees contributed 7 percent of their base salary as required by statute. Effective January 1, 1991, employees contribute 8.65% of their base salary as required by statute. Qualified members may make an additional contribution of 1 percent of their salary. Employees' mandatory contributions earn interest at the rate of 4.5 percent per annum, compounded annually.

The Plan's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to accumulate sufficient assets to pay benefits when due. Employer contributions rates are level percentages of payroll and are determined using the projected unit credit actuarial funding method. The Plan also uses the level percentage of payroll method to amortize the unfunded liability over a 25-year period. Funding surpluses are amortized over 5 years.

THE JUDICIAL RETIREMENT SYSTEM (JRS):

JRS is a defined benefit retirement plan covering all judges and justices of the supreme, superior, and district courts, the court of appeals and the administrative director of the Alaska Court System.

Benefits:

Covered employees with five or more years of service are entitled to normal retirement benefits at age sixty, equal to 5 percent of the most current salary schedule for each year of service, up to 75 percent. Early retirement is available at age fifty-five or 20 or more years of service. Each retiree is provided with major medical benefits.

Contributions:

Employees contribute 7 percent of salary for each year of service up to 15 years. However, judges who were appointed to the bench prior to July 1, 1978, do not make contributions. Employees' contributions earn interest at the rate of 4.5 percent per annum, compounded semiannually.

The Plan's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to accumulate sufficient assets to pay benefits when due. Employer contributions rates are level percentages of payroll and are determined using the projected unit credit actuarial funding method. The Plan also uses the level percentage of payroll method to amortize the unfunded liability over a 25-year period. Funding surpluses are amortized over 5 years.

THE NATIONAL GUARD NAVAL MILITIA RETIREMENT SYSTEM (NGNMRS):

NGNMRS is an employer funded plan with defined benefits. The NGNMRS covers active members of the Alaska National Guard active on or after January 1, 1969, and all members of the Alaska Naval Militia active on or after July 1, 1980.

Benefits:

Normal retirement eligibility under voluntary or disability circumstances is available after 20 years of total service in the Guard, the Naval Militia or the U.S. Armed Forces or any combination of service in each component if there is at least five years of service in the Guard or Naval Militia. Credit is also granted for service to the State and former territory of Alaska as a member of the National Guard and Territorial Guard. Involuntary retirement benefits are available at any time assuming no misconduct. Total benefits are computed at \$100 per month for as many months as the member was active in the Guard or Naval Militia. This amount can be taken as a lump sum or divided into monthly payments.

Contributions:

NGNMRS is funded by legislative appropriation to the Department of Military and Veterans' Affairs, based on periodic actuarial valuations. The FY 91 cost to the State for contributions was \$780.9 thousand.

THE UNLICENSED VESSEL PERSONNEL ANNUITY RETIREMENT FUND (UVPARF):

UVPARF is an employer funded plan with defined benefits. The purpose of UVPARF is to provide retirement benefits to employees of the Alaska Marine Highway System on whose behalf the State made contributions to the Northwest Marine Retirement Trust (NMRT) for service during the period July 1, 1981, through October 1, 1983, and who retire under the terms of either the NMRT or the PERS.

As of June 30, 1991, the plan is fully funded and no State contributions were required in FY 91. However, future union contract negotiations through collective bargaining could require further State funding of the plan. When an employee retires under UVPARF, an annuity account is set up with a third party administrator and funds are transferred to this account for the employee.

THE ELECTED PUBLIC OFFICERS RETIREMENT SYSTEM (EPORS):

EPORS is a defined benefit retirement plan covering the Governor, the Lieutenant Governor, and all Legislators that participated in the System between January 1, 1976, and October 14, 1976. EPORS is funded by both employee contributions and an annual appropriation from the State General Fund.

Retirement benefits are based on the participant's salary of office or average of the three high years monthly compensation, the years of service and defined percentages.

The FY 91 employee contribution rate was 7 percent of the member's compensation. The FY 91 cost to the State for the EPORS was \$730.2 thousand.

THE TERRITORIAL RETIREMENT SYSTEM:

The Territorial Retirement System is an employer funded plan with defined benefits. The purpose of the plan is to provide retirement benefits to employees of the Territory of Alaska. The plan is totally funded by an annual appropriation from the State General Fund. Currently, only one retiree or the retiree's survivors remain in the system. The FY 91 cost to the State was \$9.1 thousand.

2. PLAN MEMBERSHIPS

As of the actuarial valuation date, Plan membership consisted of:

<u>Plan Membership</u>	<u>PERS</u>	<u>TRS</u>	<u>JRS</u>	<u>NGNMRS</u>	<u>UVPARF</u>	<u>EPORS</u>
<u>Valuation Date</u>	<u>6/30/90</u>	<u>6/30/90</u>	<u>6/30/90</u>	<u>6/30/89</u>	<u>6/30/88</u>	<u>6/30/86</u>
Retirees & Beneficiaries receiving benefits and terminated members with future benefits	10,110	4,000	51	589	-	37
Current Active Employees:						
Vested	15,792	3,696	42	99	644	12
Nonvested	13,294	4,890	10	3,610	-	-
Total	<u>39,196</u>	<u>12,586</u>	<u>103</u>	<u>4,298</u>	<u>644</u>	<u>49</u>

3. ASSET VALUATION

See Note 2, Deposits and Investments for information as to PERS, TRS, JRS and NGNMRS deposits, investments, risk categories.

The table below discloses the carrying value on the balance sheet and market value of each pension plan's cash and investments (including loans and mortgages at cost). All amounts are in thousands.

<u>Systems</u>	<u>Carrying Value</u>	<u>Market Value</u>
Public Employees' Retirement System	\$ 2,965,516	\$ 2,970,095
Teachers' Retirement System	1,790,769	1,794,665
Judicial Retirement System	31,335	31,335
National Guard Naval Militia Retirement System	3,728	3,728
Unlicensed Vessels Personnel Annuity Retirement Fund	2,052	2,052

4. FUNDING STATUS AND PROGRESS

ACTUARIAL METHOD

All systems use the "projected unit credit" method. The unfunded accrued benefit liability is amortized over 25 years. Actuarial funding surpluses are amortized over five years.

The objective under this method is to fund each participant's benefits under the plan as they accrue. Thus, each participant's total pension projected to retirement with salary scale is broken down into units, each associated with a year of past or future service. The principle underlying the method is that each unit is funded in the year for which it is credited. Typically, when the method is introduced there will be an initial liability for benefits credited for service prior to that date, and to the extent that this liability is not covered by Assets of the Plan there is an Unfunded Liability to be funded over a chosen period in accordance with an amortization schedule.

ACTUARIAL ASSUMPTIONS

The following main assumptions were used in the actuarial valuation and the date of the last valuation.

<u>System</u>	<u>Rate of Interest Compounded Annually</u>	<u>Salary Scale Increase</u>	<u>Health Cost Inflation</u>	<u>Valuation Date</u>
PERS	9.0%	6.5% first 5 years 5.5% thereafter	9.0% per year	6/30/90
TRS	9.0%	6.5% first 5 years 5.5% thereafter	9.0% per year	6/30/90
JRS	9.0%	6.0% per year	9.0% per year	6/30/90
NGNMRS	9.0%	-	-	6/30/89
UVPARF	9.0%	-	-	6/30/88
EPORS	9.0%	6.0% per year	9.0% per year	6/30/86

PENSION BENEFIT OBLIGATIONS

The amount shown as "pension benefit obligation," which is the actuarial present value of credited projected benefits, is a standardized disclosure measure of the present value of pension benefits, adjusted for the effects of projected salary increases, estimated to be payable in the future as a result of employee service to date. This measure is intended to help users assess the Plan's funding status on a going-concern basis, assess progress made in accumulating sufficient assets to pay benefits when due, and make comparisons among plans. This measure is independent of the actuarial funding method used to determine contributions to the Plan.

The pension benefit obligation is that amount that results from applying actuarial assumptions to adjust the accumulated benefits to reflect the time value of money (through discounts or interest) and the probability of payment (by means of decrements such as for death, disability, withdrawal, or retirement) between the valuation date and the expected date of payment. The significant actuarial assumptions used in the valuations are stated above. The following amounts are in millions.

	<u>PERS</u> <u>6/30/90</u>	<u>TRS</u> <u>6/30/90</u>	<u>JRS</u> <u>6/30/90</u>	<u>NGNMRS</u> <u>6/30/89</u>	<u>UVPARF</u> <u>6/30/88</u>	<u>EPORS</u> <u>6/30/86</u>
Pension Benefit Obligations:						
Retirees and beneficiaries						
currently receiving benefits						
and terminated employees						
entitled to benefits but						
not yet receiving them	\$1,285.1	\$ 940.5	\$ 21.8	\$ 4.7	\$ -	\$ 7.6
Current employees:						
Accumulated employee						
contributions plus allocated						
investment income	380.7	269.5	*	-	-	-
Employer-financed:						
Vested	973.3	587.8	12.7	3.6	1.4	2.4
Nonvested	<u>114.5</u>	<u>97.2</u>	<u>*</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Pension Benefit Obligation	2,753.6	1,895.0	34.5	8.3	1.4	10.0
Net assets available for benefits	<u>2,746.6</u>	<u>1,706.3</u>	<u>28.6</u>	<u>3.9</u>	<u>2.0</u>	<u>-</u>
Unfunded (Assets in Excess of)						
Pension Benefit Obligation	<u>\$ 7.0</u>	<u>\$ 188.7</u>	<u>\$ 5.9</u>	<u>\$ 4.4</u>	<u>\$ (6)</u>	<u>\$ 10.0</u>

* Amounts combined and reported with employer-financed vested amount.

5. CONTRIBUTIONS

Contribution information is presented below for the following:

PERS - For the State only, and a total for all contributions for all other employers. PERS is an agent multiple-employer retirement system and each entity participating in the plan receives a separate actuarial valuation to determine its required periodic contribution.

TRS - This is a cost-sharing multiple employer plan where all entities pay the same rate and therefore the information relates to all participants.

JRS - This is a defined benefit retirement plan for one homogeneous group of employees.

Information with regard to actuarially determined contribution requirements for employers and employees in the retirement systems indicated are shown below (expressed in thousands):

	PERS 6/30/91	TRS 6/30/91	JRS 6/30/91		
	Agent Multiple Employer Amount	Amount	Percent of Covered Payroll	Amount	Percent of Covered Payroll
Contributions:					
Employers'	\$ 116,404	\$ 46,056	9%	\$ 2,491	53%
Employees'	<u>75,767</u>	<u>38,687</u>	<u>8%</u>	<u>218</u>	<u>5%</u>
Total contributions	<u>\$ 192,171</u>	<u>\$ 84,743</u>	<u>17%</u>	<u>\$ 2,709</u>	<u>58%</u>
Allocations:					
Normal cost	\$ 166,074	\$ 81,913	16%	\$ 1,195	26%
Amortization of unfunded accrued liability	<u>26,097</u>	<u>2,830</u>	<u>1%</u>	<u>1,514</u>	<u>32%</u>
Total contributions	<u>\$ 192,171</u>	<u>\$ 84,743</u>	<u>17%</u>	<u>\$ 2,709</u>	<u>58%</u>

6. TREND INFORMATION

Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due. GASB Statement No. 5 requires three-year trend information using the standardized measure of the pension obligation but allows presentation of only those years for which the measure is available.

The required information is as follows:

Net Assets Available For Benefits, expressed as percentages of the pension benefit obligation applicable to the entities' employees. Analyses of this percentage over time indicates whether the retirement system is becoming financially stronger or weaker.

Unfunded Pension Benefit Obligation, expressed as percentages of annual covered payroll. Showing unfunded pension benefit obligations as a percentage of annual covered payroll approximately adjusts for the effects of inflation for analysis purposes.

Employer Contributions expressed as percentages of annual covered payroll. These contributions were made in accordance with actuarially determined requirements.

The following table presents the required information:

	<u>PERS</u>	<u>TRS</u>	<u>IRS</u>	<u>NGNMRS</u>	<u>UVPARF</u>	<u>EPORS</u>
Net Assets Available for Benefits As A Percentage of Pension Benefit Obligation						
1988.....	94.5%	100.6%	64.4%	26.0%	142.0%	n/a
1989.....	95.7%	99.2%	n/a	n/a	n/a	n/a
1990.....	99.7%	90.0%	83.0%	n/a	n/a	n/a
Unfunded Pension Benefit Obligation As A Percentage of Covered Payroll						
1988.....	13.5%	2.4%	282.4%	n/a	n/a	1,913.0%
1989.....	12.1%	2.7%	n/a	n/a	n/a	n/a
1990.....	0.7%	41.9%	124.7%	n/a	n/a	n/a
Employer Contributions As A Percentage of Covered Payroll						
1988.....	n/a	19.2%	51.2%	n/a	n/a	197.2%
1989.....	n/a	11.0%	n/a	n/a	n/a	n/a
1990.....	n/a	11.9%	n/a	n/a	n/a	n/a

GASB Statement #5 also requires the disclosure of certain 10-year historical trend information. To the extent that it is available, this information is presented in these retirement systems' annual report or latest report where they are available.

7. RETIREMENT INCENTIVE PROGRAM

PUBLIC EMPLOYEES' RETIREMENT SYSTEM

Legislation passed in May 1986 established a retirement incentive program (RIP) designed to encourage eligible employees to voluntarily retire in order to reduce personal services costs. The program was available to eligible State employees until June 30, 1987, University of Alaska employees from October 1, 1986, to September 30, 1987, and all other members from January 1, 1987, to December 31, 1987.

Legislation passed in June 1989 and amended effective April 1, 1990, established a second retirement incentive program. The second program was available to state employees from October 1, 1989, through March 31, 1990, University of Alaska employees from July 1, 1989, through December 31, 1989, and all other employees from October 1, 1989, through March 31, 1991.

The retirement incentive program receivable (\$15,002,712 in 1991) represents the reimbursement due from agencies and employers participating in the program and is due in minimum equal annual installments so that the entire balance is paid within three years after the end of the fiscal year in which the member retired. The amount of reimbursement is the actuarial equivalent of the difference between the benefits the member receives after the addition of the retirement incentive under the program and the amount the member would have received without the incentive, less any amount the participant was indebted as part of retiring under the program. Under the first program, participating peace officers or firefighters were indebted 15 percent and all other members 12.75 percent of their annual compensation for the calendar year in which the member terminated employment to participate in the program. Under the second program, the indebtedness was 22.5 and 20.25 percent respectively. Any outstanding indebtedness at the time a participant was appointed to retirement resulted in an actuarial adjustment to his/her benefit.

The effect of the first retirement incentive program on the pension benefit obligation was fully accounted for in the June 30, 1988, actuarial valuation. The effect of the second retirement incentive program on the pension benefit obligation has been and will be fully accounted for in the June 30, 1990 and 1991 actuarial valuations, respectively, as the eligible employees actually retire.

TEACHERS' RETIREMENT SYSTEM

Legislation passed in May 1986 established a retirement incentive program designed to encourage eligible employees to voluntarily retire in order to reduce personal services costs. The program was available to eligible University of Alaska employees from October 1, 1986, to September 30, 1987, and all other members until June 30, 1987.

Legislation passed in June 1989 and amended effective April 1, 1990, established a second retirement incentive program. The second program was available to state employees from October 1, 1989, through March 31, 1990, and all other members from July 1, 1989, through December 31, 1989.

The retirement incentive program receivable (\$9,282,830 in 1991) represents the reimbursement due from employers participating in the program and is due in minimum equal annual installments so that the entire balance is paid within three years after the end of the fiscal year in which the member retired. The amount of reimbursement is the actuarial equivalent of the difference between the benefits the member receives after the addition of the retirement incentive under the program and the amount the member would have received without the incentive, less any amount the participant was indebted as part of retiring under the program. Participating members were indebted 21 percent of their annual compensation for the school year in which the member terminated employment to participate in the programs. Any outstanding indebtedness at the time a participant was appointed to retirement resulted in an actuarial adjustment to his/her benefit.

The effect of the first retirement incentive program on the pension benefit obligation was fully accounted for in the June 30, 1988, actuarial valuation. The effect of the second retirement incentive program on the pension benefit obligation has been and will be fully accounted for in the June 30, 1990 and 1991 actuarial valuations, respectively, as the eligible employees actually retire.

B. NON-STATE ADMINISTERED PLANS

THE MARINE ENGINEERS' BENEFICIAL ASSOCIATION (MEBA) PENSION PLAN:

The MEBA plan is a defined benefit pension plan administered by MEBA for its members. Engineer Officers of the Alaska Marine Highway System participate in this program and the State contributes an amount (set by union contract) for each employee. The State assumes no liability for this pension plan or its participants other than the payment of required contributions. The State contributed \$411.0 thousand in FY 91.

NOTE 5 - DEFINED CONTRIBUTION PENSION PLANS

A. STATE ADMINISTERED PENSION PLANS

SUPPLEMENTAL BENEFITS SYSTEM

In addition to the above pension and deferred compensation plans, all State employees, as well as employees of political subdivisions which have elected to participate in the program, are covered under the Alaska Supplemental Benefits System (SBS).

General

SBS is a defined contribution plan that was created under Alaska statutes effective January 1, 1980, to provide benefits in lieu of those provided by the Federal Social Security System (Social Security). All State employees who would have participated in Social Security, if the State had not withdrawn, participate in the plan. Other employers whose employees participate in the State Public Employee's Retirement System and meet other requirements are eligible to have their employees participate in the plan as provided by law. As of January 31, 1991, eight other employers were participating in the plan.

Financial statements for the Supplemental Benefits System have not been included in the accompanying financial statements due to the unavailability of audited financial statements for the fiscal year ending January 31, 1991 (see Note 1 A.). The following is unaudited financial statement balance information (stated in millions): Assets - \$642.7; Liabilities - \$6.9; Revenues - \$138.1; Expenditures - \$50.6.

B. NON-STATE ADMINISTERED PLANS

THE NORTHWEST MARINE RETIREMENT TRUST (NMRT):

NMRT is an agent multi-employer pension plan with defined contributions and is administered by the Pacific Northwest Marine Retirement Trust. For each eligible employee of the Alaska Marine Highway System the State contributes \$6 per year. The State assumes no liability for this pension plan or its participants other than the payment of required contributions.

THE ALASKA RAILROAD CORPORATION (ARRC):

The ARRC has a defined benefit pension plan (the Plan) that covers all nonrepresented permanent employees who have not remained in the Civil Service Retirement System and permanent employees who are members of collective bargaining units which have bargained to become covered by this plan. Benefits under this plan are generally based upon the employee's years of service and final average compensation. The ARRC's funding policy is to contribute to the Plan for each year the amount equal to the net periodic pension cost. Contributions are made continuously throughout the year.

The funded status of the pension plan at December 31, 1990, is as follows, in thousands:

Actuarial present value of benefit obligations:	
Accumulated benefit obligation-vested	\$ (3,200)
Accumulated benefit obligation-nonvested	<u>(200)</u>
	<u>\$ (3,400)</u>
Projected benefit obligation for service rendered to date	\$ (4,800)
Plan assets at fair value	<u>6,460</u>
Plan assets in excess of projected benefit obligation	1,660
Unrecognized net transition obligation	669
Unrecognized net (gain) loss	<u>(2,329)</u>
Pension Liability	<u>\$ 0</u>

Net pension costs at December 31, 1990, are included in the following components, in thousands:

Service costs - benefits earned during the period	\$ 273
Interest cost on projected benefit obligation	380
Return on plan assets	(371)
Net amortization and deferral	<u>(100)</u>
Net Periodic Pension Costs	<u>\$ 182</u>

Actuarial assumptions used in 1990 to develop net periodic pension costs were:

Assumed discount rate	8.0%
Assumed salary increase rate	5.5%
Expected long-term rate of investment return	8.0%

Federal employees who transferred to the ARRC will continue participation in the Civil Service Retirement System. The contribution required of the ARRC is 7 percent of the transferred employees' base pay. Pension expense related to the Civil Service Retirement System is \$1,001.9 thousand for 1990.

NOTE 6 - DEFERRED COMPENSATION PLAN

The State also offers a deferred compensation plan established pursuant to Internal Revenue Code Section 457. In accordance with the plan approved by the Internal Revenue Service, employees of the State may defer part of their compensation to a later date. Amounts deferred are not subject to federal income taxes until they are paid to employees.

Amounts set aside for deferred compensation are paid over to an insurance company and invested. The State managers select the investment contract carriers and the employee selects among various investment options from fixed to variable portfolios. Upon payment to the employee, as a result of termination of employment, death, or in the event of an unforeseeable emergency, the current value in an employee's

account can be received as a lump sum, or may be converted into monthly annuity payments for a fixed term or for life.

By law, amounts in deferred compensation are general unrestricted assets subject to claims of all creditors of the State. As a practical matter, however, amounts set aside for deferred compensation are not effectively available for current operations. The balance of deferred compensation as of June 30, 1991, was \$121.0 million. This balance has been reported in the accompanying financial statements in an Agency Fund.

NOTE 7 - INTERFUND TRANSACTIONS

The following is a summary of interfund transactions as of June 30, 1991 (stated in thousands):

	OPERATING TRANSFER		RESIDUAL EQUITY TRANSFER		INTERFUND	
	Out	In	To	From	Receivables	Payables
GOVERNMENTAL FUND TYPES						
General Fund	\$ 514,454	\$ 118,783	\$546,875	\$ 52,486	\$ 73,152	\$ 46,966
Special Revenue Funds						
Disaster Relief Fund	27	6,964	-	-	409	-
Training and Building	-	-	-	-	-	8
Fish and Game	-	-	-	-	-	1,777
National Petroleum Reserve	-	-	-	-	548	-
Alaska Municipal Bond Bank	1,576	1,572	-	-	2,745	4,817
Debt Service Funds						
State of Alaska	-	73,208	-	21,733	769	-
Alaska Municipal Bond Bank	-	5	-	-	90	10
Capital Project Fund						
Highways and Ferries Group	-	-	20,000	-	-	1,236
Airport Group	-	-	1,562	-	-	681
Health and Social Services Group	-	-	-	-	-	4
Fish and Game Group	-	-	116	-	-	115
Public Facilities Group	-	-	56	-	-	136
PROPRIETARY FUND TYPES						
Internal Services Funds	-	14,389	-	2,000	6,205	-
Enterprise Funds						
Commercial Assistance Enterprise Funds	146	-	821	1,048	6	1,418
Energy Assistance Enterprise Funds	140	-	738	-	-	926
Governmental Corporation Enterprise Funds	52	20,894	18,213	10,000	280,067	276,744
Other Agencies Enterprise Funds	-	33	-	6,534	147	8,701
FIDUCIARY FUND TYPES						
Trust and Agency Funds						
Expendable Trust Funds	30,159	520,583	-	46,744	501,175	1,678
Pension Trust Funds	-	-	-	-	-	-
Non-Expendable Trust Funds	612,986	185,735	-	475,336	130,830	610,667
Agency Funds	-	-	-	-	2,155	15
COLLEGE AND UNIVERSITY FUNDS	449	191,378	-	-	6,973	6,973
Other*	555	27,000	52,500	25,000	2	42,428
TOTAL	\$1,160,544	\$1,160,544	\$640,881	\$640,881	\$1,005,300	\$1,005,300

* The "Other" category is a combination (net) of various items that are not consistently reported in the three classifications identified above. This inconsistency results from: (1) a difference in the basis of accounting such as College and Universities are not on the same basis as the general fund and enterprise funds; enterprise funds are on the full accrual accounting basis while the governmental funds are on the modified accrual basis, (2) timing differences due to differing fiscal year ends, and (3) some inconsistent classifications as a result of the nature of the operation.

NOTE 8 - SEGMENT INFORMATION - ENTERPRISE FUNDS

Financial segment information for the State's enterprise funds for the fiscal year ended June 30, 1991, is presented in the following table (stated in millions). A majority of enterprise fund activity is conducted by component units rather than State direct operated entities. Presented below is a separate section for component units and a schedule of State run entities with a summary of all enterprise funds.

COMPONENT UNITS

AIDEA -

Alaska Industrial Development and Export Authority - The purpose of the Authority is to relieve unemployment and to create new employment by providing various means of financing and facilitating the financing of industrial, manufacturing, export, and business enterprises and other facilities within the State.

AHFC -

Alaska Housing Finance Corporation - The Corporation was established to assist in the financing, development and sale of dwelling units within Alaska. Generally, the Corporation accomplishes its objectives by functioning as a secondary market for qualified real estate and mobile home loans originated by financial institutions. In addition, the Corporation has special programs which are specifically designed to meet the housing needs of low and moderate income borrowers.

ASLC -

Alaska Student Loan Corporation - The purpose of the Corporation is to provide low-interest student loans to Alaska residents.

ARRC -

Alaska Railroad Corporation - This public corporation was created by the State to own and operate the Alaska Railroad and manage the Railroad's rail, industrial, port, and other properties.

AEA -

Alaska Energy Authority - AEA was established to promote, finance, develop, and operate power production facilities in Alaska.

The table below lists information for the component units indicated. The Alaska Medical Facility Authority has been excluded due to its small comparative size (see accompanying statements for details). Differences are due to rounding. Amounts are in millions:

	<u>AIDEA</u>	<u>AHFC</u>	<u>ASLC</u>	<u>ARRC</u>	<u>AEA</u>	<u>TOTAL</u>
Operating Revenues:	\$ 69.0	\$ 475.5	\$ 20.7	\$ 65.7	\$ 18.3	\$ 649.2
Operating Expenses:						
Depreciation	-	-	-	4.5	16.9	21.4
All Other	<u>24.3</u>	<u>362.4</u>	<u>22.1</u>	<u>58.5</u>	<u>5.0</u>	<u>472.3</u>
Total Expenses	<u>24.3</u>	<u>362.4</u>	<u>22.1</u>	<u>63.0</u>	<u>21.9</u>	<u>493.7</u>
Operating Income (Loss)	<u>44.7</u>	<u>113.1</u>	<u>(1.4)</u>	<u>2.7</u>	<u>(3.6)</u>	<u>155.5</u>
Nonoperating						
Revenue	-	-	-	3.8	-	3.8
(Expenses)	-	-	-	(2.0)	(25.7)	(27.7)
Operating Transfers In	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20.7</u>	<u>20.7</u>
Net Income (Loss)	<u>\$ 44.7</u>	<u>\$ 113.1</u>	<u>\$ (1.4)</u>	<u>\$ 4.5</u>	<u>\$ (8.6)</u>	<u>\$ 152.3</u>
Net Working Capital	231.9	1,675.8	42.7	(9.1)	83.6	2,024.9
Notes & Loans Receivable	267.3	3,262.2	348.0	-	31.5	3,909.0
Net Investment in Direct						
Financing Leases	198.3	-	-	-	-	198.3
Reposessed Property	18.5	36.9	-	-	-	55.4
Property, Plant, and						
Equipment - net	-	-	-	72.6	521.9	594.5
Construction in Progress	-	-	-	2.3	271.5	273.8
Total Assets	919.7	5,319.5	431.5	99.5	954.1	7,724.3
Revenue Bonds Payable	261.0	-	156.0	-	-	417.0
Long-Term Notes & Bonds	-	3,466.1	-	11.2	194.4	3,671.7
Capital Lease	-	-	-	8.9	-	8.9
Fund Equity	643.8	1,488.6	268.3	56.7	728.7	3,186.1
Additions to Fixed Assets						
Net Outlays (Abatements)						
Purchases, Bond Proceeds						
or Appropriations	-	-	-	6.4	68.8	75.2
Grants and Other Funds	-	-	-	-	-	-
Transfers	-	-	-	-	-	-
Deletions of Fixed Assets	-	-	-	-	-	-
Equity Transfers In (Out)	26.8	(17.2)	10.0	-	0.5	20.1

STATE FUNDS

State of Alaska International Airport System - This agency was created to equip, finance, maintain, and operate the two international airports located at Anchorage and Fairbanks, Alaska. The airports are under the administration of the Alaska Department of Transportation and Public Facilities.

Housing Assistance Loan Fund - This fund is a revolving loan fund established to provide financial support for the development of safe, affordable, residential single-family and multi-family housing in rural Alaska. The fund is operated by the Alaska Department of Community and Regional Affairs.

	<u>International Airports</u>	<u>Housing Assistance</u>	<u>All Other State Funds</u>	<u>Total State Operated</u>	<u>Component Units</u>
Operating Revenues:	\$ 53.3	\$ 15.6	\$ 2.3	\$ 71.2	\$ 649.2
Operating Expenses:					
Depreciation	12.5	-	0.3	12.8	21.4
All Other	<u>35.2</u>	<u>3.6</u>	<u>1.0</u>	<u>39.8</u>	<u>472.3</u>
Total Expenses	<u>47.7</u>	<u>3.6</u>	<u>1.3</u>	<u>52.6</u>	<u>493.7</u>
Operating Income (Loss)	<u>5.6</u>	<u>12.0</u>	<u>1.0</u>	<u>18.6</u>	<u>155.5</u>
Nonoperating					
Revenue	2.8	-	-	2.8	3.8
(Expenses)	-	-	-	-	(27.7)
Operating Transfers					
In (Out), Net	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>20.7</u>
Net Income (Loss)	<u>\$ 8.4</u>	<u>\$ 12.0</u>	<u>\$ 1.0</u>	<u>\$ 21.4</u>	<u>\$ 152.3</u>
Net Working Capital	64.5	19.4	11.9	95.8	2,024.9
Notes & Loans Receivable	-	172.9	20.8	193.7	3,909.0
Net Investment in Direct					
Financing Leases	-	-	-	-	198.3
Repossessed Property	-	4.8	1.2	6.0	55.4
Property, Plant, and					
Equipment - net	281.1	-	5.6	286.7	594.5
Construction in Progress	13.9	-	-	13.9	273.8
Total Assets	410.5	198.8	42.7	652.0	7,724.3
Revenue Bonds Payable	63.7	-	-	63.7	417.0
Long-Term Notes & Bonds	-	-	0.5	0.5	3,671.7
Capital Lease	-	-	-	-	8.9
Fund Equity	313.1	197.2	42.1	552.4	3,186.1
Additions to Fixed Assets					
Net Outlays (Abatements)					
Purchases, Bond Proceeds					
or Appropriations	24.1	-	-	24.1	75.2
Grants and Other Funds	-	-	-	-	-
Transfers	-	-	-	-	-
Deletions of Fixed Assets	-	-	-	-	-
Equity Transfers In	-	-	6.5	6.5	20.1

NOTE 9 - COMMITMENTS AND CONTINGENCIES

A. SICK LEAVE

The cost of sick leave for State employees is charged against agency appropriations when leave is used rather than when leave is earned. There is no recorded liability for sick leave in the financial records of the State. Accordingly, the statements in this report do not include an estimate of this obligation as either a liability or a reserve.

Accumulated sick leave may be used only for actual illness. When an employee separates from State service any sick leave balance to their credit is reduced to zero without additional compensation to the employee.

The estimated amount of unused accumulated sick leave as of June 30, 1991, is \$69.9 million. This amount was calculated using the base pay on file for each employee as of June 30, 1991. It does not include an estimate of the cost of fringe benefits (supplemental benefits, retirement, group insurance, etc.) which can vary from 5 percent to 28 percent of gross pay depending on the status of the employee when leave is taken.

B. SCHOOL DEBT

Under a program enacted in 1970 (AS 14.11.100), the State may reimburse municipalities up to 80, 90, or 100 percent of debt service on bonds issued to finance school construction. The percentage depends on the year in which the costs are incurred. The 80 percent limitation, enacted in 1985, applies to fiscal years after June 30, 1983. The higher percentages apply to earlier years.

Although the statute provides that the State may reimburse school districts 80, 90, or 100 percent of construction costs, the actual funding for the program is dependent on annual legislative appropriations to the school construction account. When amounts in the account are insufficient, the available funds are allocated pro rata among the eligible school districts. There is no contractual commitment by the State to make these payments. The amount for FY 91 appropriated for school debt was \$116.3 million which was 93.8 percent of the entitlement. Total debt requirement calculated assuming the State makes full payment of its share of school debt service would be approximately \$875.2 million. The State has in the past and may in the future appropriate less than the full amount to which the municipalities are entitled under statute.

C. RISK MANAGEMENT AND SELF-INSURANCE

The State maintains a risk management program which has a first level of self-insured retention supplemented by further insurance coverage. The State's policies extend to cover all State agencies and component units, except for the Alaska Housing Finance Corporation, Alaska Railroad Corporation, Alaska State Housing Authority, and the University of Alaska who administer their own programs. Further, there is separate coverage provided by the individual component units such as the Alaska Energy Authority and Alaska Industrial Development and Export Authority for certain individual projects.

Basic State coverage for the major types of risk include:

<u>Coverage</u>	<u>Self-insured Retention</u>	<u>Liability & Property Limits</u>
Liability (includes general, auto, professional, medical, etc.; excludes pollution, discrimination, asbestosis, punitives, etc.)	\$5,000,000	\$100,000,000
Marine (Hull and P & D)	\$1,000,000	\$200,000,000
Workers' Compensation	\$5,000,000	Statutory Limits
(Natural Hazards)	\$10,000,000	
Property (All Risk)	\$1,000,000	\$100,000,000
Aviation Liability (airports, aircraft, National Guard)	\$ 250,000	\$500,000,000

The cost of premium and loss payments arising from Workers' Compensation and Third Party Liability Claims is charged against agency appropriations when payments are made rather than when the liability is determined. Total payments made for insurance premiums and self-insured claims for FY 91 amounted to \$20,418,000. This amount compares with FY 90 and FY 92 as follows:

FY 90 \$20,483,200
FY 91 \$20,418,000
FY 92 \$21,400,000 (estimate)

The actuarial estimate of total outstanding loss liability arising from self-insured claims made in prior years through June 30, 1991, is \$61,934,000. This amount has been reported as long-term debt obligations. This amount compares with the actuarial estimate for FY 90 and FY 92 as follows:

FY 90 \$ 63,591,000
FY 91 \$ 61,934,000
FY 92 \$ 66,647,000

Change in Alaska tort law and lower development factors caused the State's actuaries to compute a substantial reduction in outstanding ultimate loss payment estimates beginning with FY 90.

The portion of the outstanding liability that is estimated to be required to meet payment obligations each year is funded through appropriations made to the Division of Risk Management, Department of Administration. All estimates of ultimate loss are provided annually through an independent actuarial firm under contract to the State.

D. LITIGATION

The State is involved in a number of legal actions. The Department of Law estimates the probable liability for the cases associated with the Governmental Fund types to be approximately \$51 million. This amount has been reported as long-term debt obligations.

E. FEDERAL GRANTS

The State has received federal grants for specific purposes that are subject to review and audit by the grantor agencies. Although such audits could generate expenditure disallowance under terms of the grants, it is believed that any required reimbursements will not be material.

F. DISASTER RELIEF FUND

The State may be liable to reimburse communities for expenditures related to disasters in excess of the amount allocated by the State.

G. GENERAL FUND UNRESERVED UNDESIGNATED FUND BALANCE

In Chapter 209, SLA 1990, the legislature appropriated the fiscal year ending June 30, 1991, general fund unreserved undesignated fund balance (general fund balance available for appropriation) to the budget reserve fund established by AS 37.05.540. These funds were transferred from the general fund to the budget reserve fund effective July 1, 1991.

H. SUPPLEMENTAL BENEFITS SYSTEM

\$134.8 million of deposits with insurance companies, at January 31, 1991, are invested in guaranteed investment contracts with an insurance carrier that was taken over by California state regulators in April, 1991, resulting in uncertainty about the value of these plan assets.

To address this situation the Investment Loss Trust Fund was established by statute, AS 37.14.300; Chapter 42 of the 1991 Session Laws of Alaska. The purpose of this fund is to provide financial security to participants in the state supplemental annuity plan and other annuity holders who may be harmed by the possible insolvency of the insurance carrier.

The Fund was capitalized with \$138.1 million of appropriations to the Fund (Chapter 41 of the 1991 Session Laws of Alaska). \$45.0 million was transferred to the Fund in FY 91 with the remaining \$93.1 million transferred to the Fund effective July 1, 1991.

I. HOUSING ASSISTANCE LOAN FUND

At June 30, 1991, the loan fund had outstanding commitments to purchase first mortgage loans of \$6.7 million. First mortgage loan purchases totaled \$21.6 million for the fiscal year ending June 30, 1991.

J. COMPONENT UNIT SPECIFIC COMMITMENTS

ALASKA HOUSING FINANCE CORPORATION

At June 30, 1991, AHFC had outstanding commitments to purchase first mortgage loans of approximately \$36,420,000.

ALASKA INDUSTRIAL DEVELOPMENT AND EXPORT AUTHORITY

ENTERPRISE DEVELOPMENT ACTIVITIES AND UNRESTRICTED ECONOMIC DEVELOPMENT PROJECTS

Included in Other Assets is the Authority's initial \$3,000,000 investment in a venture capital partnership in which it is a limited partner. The Authority is committed to invest an additional \$3,000,000 upon receipt of thirty days notice from the general partner.

At June 30, 1991, the Authority held approximately \$581,000 of borrower and participating lender monies which had not yet been remitted or applied. The monies and related liability are not reflected in AIDEA financial statements.

In July 1991, the Board of Directors approved a financing plan for the Healy Project which includes restricting \$51,600,000 plus future interest earnings thereon, for construction costs. The money will be repaid in the future from Healy Project revenues and bonds to be issued to provide long-term financing. The \$51,600,000 is shown as a restricted investment.

RESTRICTED ECONOMIC DEVELOPMENT PROJECTS

On June 30, 1986, the Authority entered into a contract with Cominco American Incorporated ("Cominco") providing for the financing, construction, use, operation, and maintenance of the DeLong Mountain Transportation System ("the System"). The agreement provides that Cominco will pay tolls for the use of the System, consisting of 52 miles of road and a port facility off the Chukchi Sea, for which the Authority will construct and operate the System. The annual tolls will be the amount necessary to amortize the cost of the project over a 50 year period at an interest rate of 6.5 percent. Toll payments began January 1, 1991. Certain payments to be made by Cominco are secured by letters of credit.

On August 7, 1986, the Authority entered into an agreement with NANA Regional Corporation, Inc. ("NANA"), providing for a 99 year lease of lands for the proposed port and road. Upon execution of the agreement, \$1,100,000 was paid to cover the entire 99 year term. Additionally, under terms of the agreement, the Authority reimbursed NANA \$434,491 for direct costs.

ALASKA ENERGY AUTHORITY

During the fiscal year 1991, the Authority settled the litigation with the Initial Project Management Committee (PMC). According to the settlement, the Authority established the Initial Project Revolving Loan Fund to make loans in an amount no less than \$25,000 to PMC for any purpose related to the initial project. Also, the Authority received from the PMC \$120,000 of disputed prior year debt service payment.

The authority, in the normal course of providing loans through the Rural Electrification Revolving Loan Fund and the Power Project Fund, incurs commitments for future loans which are not reflected in the accompanying financial statements. As of June 30, 1991, the authority had \$1.3 million in commitments for future loans.

In March 1990, the authority issued approximately \$34 million Retainable Adjustable Duration/Adjustable Rate Revenue Bonds (Alaskan Air Command/SIana Energy Project) of which proceeds are maintained by bank trustees. These obligations are not included in these financial statements. These bonds are payable solely from payments made on and secured by a pledge of all revenues deriving to the Energy Authority under the Loan Agreement with SIana Energy, Inc. and Castle Mountain Mining Co., Ltd. All monies, securities, and funds held or set aside under the indenture are pledged and assigned to secure the payment of principal, redemption premium, if any, and interest on the bonds. The bonds are not payable from any other revenues or assets of the Energy Authority. Neither the faith and credit, nor the taxing powers of the State of Alaska, or any political corporation, subdivision, or agency thereof is pledged to the principal of and interest on the bonds.

K. COMPONENT UNIT SPECIFIC CONTINGENCIES

ALASKA RAILROAD CORPORATION

In 1990, an action was commenced against the ARRC and several of its present and former officers, alleging that in 1986, the ARRC made a verbal agreement with the plaintiff for very favorable wharfage and transportation rates. The complaint seeks up to \$74,000,000 in damages. The Court is currently considering the ARRC's motion to dismiss. Regardless of the Court's action, the ARRC believes that the suit is without merit, and the ARRC intends to litigate vigorously the asserted claims.

The ARRC is a defendant in other legal proceedings related to the conduct of its business. Provision has been made in the financial statements for possible losses from litigation. In the opinion of management, the outcome of the litigation will not have a material effect on the financial position of the ARRC.

LITIGATION

Various component units are defendants in legal proceedings related to the conduct of their businesses. Provisions have been made in the financial statements of these various units as necessary to cover possible losses from litigation. In the opinion of their respective management, the outcome of the litigation will not have a material effect on their financial position.

NOTE 10 - SUBSEQUENT EVENTS

A. COMPONENT UNIT

UNIVERSITY OF ALASKA

Revenue bonds of \$875,000 were sold August 22, 1991 by the University of Alaska Heating Corporation. These bonds mature serially 1994 through 2001 and bear interest at 6.25% - 7.1% payable twice a year. The proceeds will be used to partially fund installation of an air-cooled condenser.

B. STATE OF ALASKA

EXXON VALDEZ OIL SPILL

On September 25, 1991, the State of Alaska, the United States, and Exxon entered into a comprehensive settlement of the Exxon Valdez litigation. The settlement was approved by the United States District Court on October 8, 1991, and should become final by December 9, 1991. Under the terms of the settlement, Exxon will pay approximately \$900 million to the governments over a ten year period. That money will be used for restoration projects in Alaska, as determined by the state and federal trustees, and to repay the governments for certain expenses resulting from the spill. At the same time that the federal court acted on the civil litigation, it approved a criminal plea agreement which required Exxon to pay the State of Alaska \$50 million in restitution. That sum has been deposited in the State Treasury and will be used for restoration and other specifically described activities. The state's lawsuit against Alyeska is still being pursued except for natural resource damage claims which were released under the terms of the Exxon agreement.

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**COMBINING AND INDIVIDUAL
FUND
FINANCIAL STATEMENTS**

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GENERAL FUND

STATE OF ALASKA
BALANCE SHEET
GENERAL FUND
June 30, 1991
(Stated in Thousands)

STATEMENT 2.01

	June 30, 1991
ASSETS:	
Cash and Investments:	
Cash in Transit	\$ 478
Imprest Cash	214
Deposits with State Treasurer	1,310,727
Total Cash and Investments	1,311,419
Receivables:	
Accounts Receivable	6,095
Due from Federal Government	134,806
Due from Other Governmental Units	2,123
Interagency Receivables	1,245
Loans and Notes Receivable	23,471
Accrued Interest Receivable	28,341
Due from Other Funds	73,152
Total Receivables	269,233
Other Assets	4,506
Inventories, at Cost	4,618
Total Assets	\$ 1,589,776
LIABILITIES AND FUND BALANCE:	
Liabilities:	
Payroll and Taxes Withheld	\$ 56,327
Accounts Payable	104,237
Deferred Revenues	2,036
Due to Other Funds	25,632
Due to State Corporations	21,334
Warrants Outstanding	54,985
Other Liabilities	3,507
Total Liabilities	270,058
Fund Balance:	
Reserved for:	
Encumbrances	187,918
Nonliquid Assets	40,672
Other Reserves	7,096
Total Reserved	235,686
Unreserved:	
Designated	
Continuing Appropriations	199,140
Other Designated	188,635
Total Designated	387,775
Undesignated (See Note 9G)	696,257
Total Fund Balance	1,319,718
Total Liabilities and Fund Balance	\$ 1,589,776

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
For the Fiscal Year Ended June 30, 1991
(Stated in Thousands)

STATEMENT 2.02

	Totals Year Ended
	June 30, 1991
Revenues:	
Unrestricted:	
Taxes	\$ 1,764,155
Licenses and Permits	29,089
Intergovernmental	17,004
Charges for Services	56,677
Fines and Forfeitures	6,683
Rents and Royalties	
General Fund	978,486
Alaska Permanent Fund	435,005
Public School Fund	8,331
Interest and Investment Income	84,230
Other	13,397
Total Unrestricted	3,393,059
Restricted:	
Federal Grants-in-Aid	549,713
Charges for Service	30,078
Other	21,349
Total Restricted	601,140
Total Revenues	3,994,199
Expenditures:	
Current Operating	
General Government	136,752
Education	768,677
Health and Social Services	594,402
Law, Justice, and Public Protection	326,273
Natural Resources	223,953
Development	47,935
Transportation	174,207
Capital Outlay	292,859
Intergovernmental	166,410
Total Expenditures	2,731,468
Other Sources (Uses):	
Operating Transfers (Out), Debt Service	(73,208)
Operating Transfers (Out), Other	(441,246)
Operating Transfers In	118,783
Total Other Sources (Uses)	(395,671)
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	867,060
Fund Balance, Beginning of Year	956,642
Prior Period Adjustments, Net	(9,595)
Residual Equity Transfer (To) Other Funds	(546,875)
Residual Equity Transfer From Other Funds	52,486
Fund Balance, End of Year	\$ 1,319,718

The notes to the financial statements are an integral part of this statement.

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SPECIAL REVENUE FUNDS

STATE OF ALASKA
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 3.01

	Disaster Relief	Training and Building	School
ASSETS:			
Cash and Investments	\$ 11,119	\$ 224	\$ 777
Accounts Receivable	736		
Loans Receivable - Net	18		
Advances	581		
Due from Other Funds	409		
Total Assets	<u>\$ 12,863</u>	<u>\$ 224</u>	<u>\$ 777</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts Payable	\$ 1,960	\$	\$
Notes and Bonds Payable			
Due to Other Funds			
Due to General Fund		8	
Warrants Outstanding	16		
Total Liabilities	<u>1,976</u>	<u>8</u>	<u>0</u>
Fund Balances:			
Reserved for:			
Encumbrances	2,991		
Loans and Advances	599		
Other			
Unreserved:			
Designated	6,749		
Undesignated	548	216	777
Total Fund Balances	<u>10,887</u>	<u>216</u>	<u>777</u>
Total Liabilities and Fund Balances	<u>\$ 12,863</u>	<u>\$ 224</u>	<u>\$ 777</u>
LEGAL REFERENCE: ALASKA STATUTE	44.19.048	23.20.130	43.50.140

The notes to the financial statements are an integral part of this statement.

STATEMENT 3.01

<u>Fish and Game</u>	<u>National Petroleum Reserve</u>	<u>Alaska Municipal Bond Bank Authority</u>	<u>Totals June 30, 1991</u>
\$ 6,652	\$ 1,553	\$ 32,899 640	\$ 53,224 1,376 18 582 3,702
	548	2,745	
<u>\$ 6,652</u>	<u>\$ 2,101</u>	<u>\$ 36,285</u>	<u>\$ 58,902</u>
\$	\$	\$ 734 7,185 2,736 2,081	\$ 2,694 7,185 2,736 3,866 27
1,777 11			
<u>1,788</u>	<u>0</u>	<u>12,736</u>	<u>16,508</u>
11	2,101		5,103 599 18,618
		18,618	
		4,931	11,680 6,394
<u>4,853</u>			
<u>4,864</u>	<u>2,101</u>	<u>23,549</u>	<u>42,394</u>
<u>\$ 6,652</u>	<u>\$ 2,101</u>	<u>\$ 36,285</u>	<u>\$ 58,902</u>
16.05.100	37.25.040	44.85	

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 ALL SPECIAL REVENUE FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 3.02

	Disaster Relief	Training and Building	School
Revenues:			
Unrestricted			
Taxes	\$	\$	\$ 2,720
Licenses and Permits			3
Charges for Service			
Fines and Forfeits			
Interest			
Other		738	
Total Unrestricted	0	738	2,723
Restricted			
Federal Grants-in-Aid	1,384		
Total Revenues	1,384	738	2,723
Expenditures:			
Current Operating			
General Government			
Education		173	2,600
Health and Social Services		594	
Law, Justice, and Public Protection	9,295		
Natural Resources			
Intergovernmental			
Total Expenditures	9,295	767	2,600
Other Financing Sources (Uses):			
Operating Transfers (Out)	(27)		
Operating Transfers In	6,964		
Total Other Financing Sources (Uses)	6,937	0	0
Excess of Revenues and Other Sources			
Over (Under) Expenditures and Other Uses	(974)	(29)	123
Fund Balances, Beginning of Year	11,915	245	654
Prior Period Adjustments	(54)		
Fund Balances, End of Year	\$ 10,887	\$ 216	\$ 777

The notes to the financial statements are an integral part of this statement.

STATEMENT 3.02

<u>Fish and Game</u>	<u>National Petroleum Reserve</u>	<u>Alaska Municipal Bond Bank Authority</u>	<u>Totals Year Ended June 30, 1991</u>
\$	\$	\$	\$
9,812			2,720
280			9,815
89			280
444		2,581	89
1	367	(173)	3,005
			933
10,626	367	2,388	16,842
			1,384
10,626	367	2,388	18,226
		856	856
			2,773
			594
9,143	1,624		9,295
			9,143
9,143	1,624	856	1,624
			24,285
		(1,576)	(1,603)
		1,572	8,536
0	0	(4)	6,933
1,483	(1,257)	1,528	674
3,381	6,085	23,016	45,296
	(2,727)	(995)	(3,776)
\$ 4,864	\$ 2,101	\$ 23,549	\$ 42,394

STATE OF ALASKA

STATEMENT 3.03

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES

BUDGET AND ACTUAL - BUDGETARY BASIS

SPECIAL REVENUE FUNDS

For the Fiscal Year Ended June 30, 1991

(Stated in Thousands)

	Disaster Relief Fund			Training and Building Fund		
	Final Revised Budget	Actual	Variance - Favorable (Unfavorable)	Final Revised Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:						
Unrestricted						
Taxes	\$	\$	\$	\$	\$	\$
Licenses and Permits						
Charges for Service						
Fines and Forfeitures						
Interest						
Other				760	738	(22)
Total Unrestricted	0	0	0	760	738	(22)
Restricted						
Federal Grants-in-Aid	1,607	1,384	(223)			
Total Revenues	1,607	1,384	(223)	760	738	(22)
Expenditures:						
Current Operating						
General Government						
Education				173	173	0
Health & Social Services				595	594	1
Law, Justice, & Public Protection	38,814	12,286	26,528			
Natural Resources						
Intergovernmental						
Total Expenditures	38,814	12,286	26,528	768	767	1
Excess of Revenues Over (Under)						
Expenditures	(37,207)	(10,902)	26,305	(8)	(29)	(21)
Other Sources (Uses):						
Operating Transfers (Out), Other	(27)	(27)	0			
Operating Transfers In	6,964	6,964	0			
Excess of Revenues and Other						
Sources Over (Under) Expenditures						
and Other Uses (Budgetary Basis)	\$ (30,270)	(3,965)	\$ 26,305	\$ (8)	(29)	\$ (21)
Reconciliation of Budgetary/GAAP						
Reporting:						
Adjust Expenditures for						
Encumbrances		2,991				
Excess of Revenues and Other						
Sources Over (Under) Expenditures						
and Other, GAAP Basis		(974)			(29)	
Fund Balances, Beginning of Year		11,915			245	
Prior Period Adjustments, Net		(54)				
Fund Balances, End of Year		\$ 10,887			\$ 216	

The notes to the financial statements are an integral part of this statement.

School Fund			Fish and Game Fund			National Petroleum Reserve Fund		
Final Revised Budget	Actual	Variance - Favorable (Unfavorable)	Final Revised Budget	Actual	Variance - Favorable (Unfavorable)	Final Revised Budget	Actual	Variance - Favorable (Unfavorable)
\$ 2,600	\$ 2,720 3	\$ 120 3	\$ 10,350	\$ 9,812 280 89 444 1	\$ (538) 280 89 444 1	\$	\$	\$
						596	367	(229)
2,600	2,723	123	10,350	10,626	276	596	367	(229)
2,600	2,723	123	10,350	10,626	276	596	367	(229)
2,600	2,600	0						
			9,470	9,154	316	6,610	3,725	2,885
2,600	2,600	0	9,470	9,154	316	6,610	3,725	2,885
	123	123	880	1,472	592	(6,014)	(3,358)	2,656
\$ 0	123	\$ 123	\$ 880	1,472	\$ 592	\$ (6,014)	(3,358)	\$ 2,656
				11			2,101	
	123			1,483			(1,257)	
	654			3,381			6,085	
							(2,727)	
\$ 777			\$ 4,864			\$ 2,101		

This statement continued on next page.

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 BUDGET AND ACTUAL - BUDGETARY BASIS
 SPECIAL REVENUE FUNDS (Continued)
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 3.03

	Alaska Municipal Bond Bank Authority			Totals		
	Final Revised Budget	Actual	Variance - Favorable (Unfavorable)	Final Revised Budget	Actual	Variance - Favorable (Unfavorable)
Revenues:						
Unrestricted						
Taxes	\$	\$	\$	\$ 2,600	\$ 2,720	\$ 120
Licenses and Permits				10,350	9,815	(535)
Charges for Service					280	280
Fines and Forfeitures					89	89
Interest		2,561	2,561		3,005	3,005
Other		(173)	(173)	1,356	933	(423)
Total Unrestricted	0	2,388	2,388	14,306	16,842	2,536
Restricted						
Federal Grants-in-Aid				1,607	1,384	(223)
Total Revenues	0	2,388	2,388	15,913	18,226	2,313
Expenditures:						
Current Operating						
General Government	927	856	71	927	856	71
Education				2,773	2,773	0
Health & Social Services				595	594	1
Law, Justice, & Public Protection				38,814	12,286	26,528
Natural Resources				9,470	9,154	316
Intergovernmental				6,610	3,725	2,885
Total Expenditures	927	856	71	59,189	29,388	29,801
Excess of Revenues Over (Under)						
Expenditures	(927)	1,532	2,459	(43,276)	(11,162)	32,114
Other Sources (Uses):						
Operating Transfers (Out), Other		(1,576)	(1,576)	(27)	(1,603)	(1,576)
Operating Transfers In		1,572	1,572	6,964	8,536	1,572
Excess of Revenues and Other						
Sources Over (Under) Expenditures						
and Other Uses (Budgetary Basis)	\$ (927)	1,528	\$ 2,455	\$ (36,339)	(4,229)	\$ 32,110
Reconciliation of Budgetary/GAAP						
Reporting:						
Adjust Expenditures for						
Encumbrances					5,103	
Excess of Revenues and Other						
Sources Over (Under) Expenditures						
and Other, GAAP Basis		1,528			874	
Fund Balances, Beginning of Year		23,016			45,296	
Prior Period Adjustments, Net		(995)			(3,776)	
Fund Balances, End of Year		\$ 23,549			\$ 42,394	

The notes to the financial statements are an integral part of this statement.

DEBT SERVICE FUNDS

STATE OF ALASKA
BALANCE SHEET
DEBT SERVICE FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 4.01

	State of Alaska	Alaska Municipal Bond Bank Authority	Totals June 30, 1991
ASSETS:			
Cash and Investments	\$ 3,637	\$ 5,485	\$ 9,122
Accrued Interest Receivable		2,727	2,727
Bonds and Notes Receivable		139,415	139,415
Due from Other funds	796	90	886
Total Assets	\$ 4,433	\$ 147,717	\$ 152,150
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Bond Principal Payable Current	\$ 3,420	\$	\$ 3,420
Other Long-Term Debt		140,615	140,615
Interest Payable	217	1,687	1,904
Due to Other Funds		10	10
Total Liabilities	3,637	142,312	145,949
Fund Balances:			
Reserved, G O Bond Residual	796		796
Unreserved, Designated		5,405	5,405
Total Fund Balances	796	5,405	6,201
Total Liabilities and Fund Balances	\$ 4,433	\$ 147,717	\$ 152,150

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 DEBT SERVICE FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 4.02

	State of Alaska	Alaska Municipal Bond Bank Authority	Totals Year Ended June 30, 1991
Revenues:			
Interest	\$	\$ 9,795	\$ 9,795
Expenditures:			
Debt Service	95,482	9,385	104,867
Operating Transfers In	73,208	5	73,213
Excess of Revenues and Operating Transfers In Over (Under) Expenditures	(22,274)	415	(21,859)
Fund Balances, Beginning of Year	1,337	4,990	6,327
Residual Equity Transfer From Other Funds	21,733		21,733
Fund Balances, End of Year	\$ 796	\$ 5,405	\$ 6,201

The notes to the financial statements are an integral part of this statement.

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CAPITAL PROJECTS FUNDS

STATE OF ALASKA
 COMBINING BALANCE SHEET
 ALL CAPITAL PROJECTS FUNDS BY FUND GROUP
 June 30, 1991
 (Stated in Thousands)

STATEMENT 5.01

	Public Schools Group	Highways & Ferries Group	Airports Group	Health & Social Services Group
ASSETS:				
Cash in Treasury	\$ 196	\$ 11,087	\$ 1,243	\$ 412
Accounts Receivable		1,489		
U of A Construction Clearing Account	22			
Total Assets	\$ 218	\$ 12,576	\$ 1,243	\$ 412
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Warrants Outstanding	\$ 11	\$	\$	\$
Due to General Fund		1,236	681	4
Total Liabilities	11	1,236	681	4
Fund Balances:				
Reserved for Encumbrances	9	572		87
Unreserved, Designated	198	10,768	562	321
Total Fund Balances	207	11,340	562	408
Total Liabilities and Fund Balances	\$ 218	\$ 12,576	\$ 1,243	\$ 412

The notes to the financial statements are an integral part of this statement.

STATEMENT 5.01

<u>Fish & Game Facilities Group</u>	<u>Flood & Harbor Development Group</u>	<u>Totals</u> <u>June 30, 1991</u>
\$ 293	\$ 7,436	\$ 20,667
		1,489
		22
<u>\$ 293</u>	<u>\$ 7,436</u>	<u>\$ 22,178</u>
\$ 115	\$ 2	\$ 13
	136	2,172
<u>115</u>	<u>138</u>	<u>2,185</u>
147	6,385	7,200
31	913	12,793
<u>178</u>	<u>7,298</u>	<u>19,993</u>
<u>\$ 293</u>	<u>\$ 7,436</u>	<u>\$ 22,178</u>

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 ALL CAPITAL PROJECTS FUNDS BY FUND GROUP
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 5.02

	Public Schools Group	Highways & Ferries Group	Airports Group	Health & Social Services Group
Revenues:				
Federal Grants-in-Aid	\$	\$ 1,575	\$	\$
Other		7		
Total Revenues	0	1,582	0	0
Expenditures:				
Capital Outlay	6	2,460	1	141
Excess of Revenues Over (Under) Expenditures	(6)	(878)	(1)	(141)
Fund Balances, Beginning of Year	213	32,218	2,125	549
Residual Equity Transfer to Other Funds		(20,000)	(1,562)	
Fund Balances, End of Year	\$ 207	\$ 11,340	\$ 562	\$ 408

The notes to the financial statements are an integral part of this statement.

STATEMENT 5.02

<u>Fish & Game Facilities Group</u>	<u>Flood & Harbor Development Group</u>	<u>Totals Year Ended June 30, 1991</u>
\$	\$	\$
		1,575
		7
0	0	1,582
95	2,900	5,603
(95)	(2,900)	(4,021)
389	10,254	45,748
(116)	(56)	(21,734)
<u>\$ 178</u>	<u>\$ 7,298</u>	<u>\$ 19,993</u>

STATE OF ALASKA
BALANCE SHEET
PUBLIC SCHOOL CONSTRUCTION FUND
June 30, 1991
(Stated in Thousands)

STATEMENT 5.03

	1980 Educational Facility
ASSETS:	
Cash in Treasury	\$ 196
U of A Construction Clearing Account	22
Total Assets	\$ 218
LIABILITIES AND FUND BALANCE:	
Liabilities:	
Warrants Outstanding	\$ 11
Fund Balance:	
Reserved for Encumbrances	9
Unreserved, Designated	198
Total Fund Balance	207
Total Liabilities and Fund Balance	\$ 218
LEGAL REFERENCE:	
	CHAP 121 SLA 1980

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 PUBLIC SCHOOL CONSTRUCTION FUND
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 5.04

	1980 Educational Facility
Expenditures:	
Capital Outlay	\$ 6
Fund Balance, Beginning of Year	213
Fund Balance, End of Year	<u>\$ 207</u>

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING BALANCE SHEET
 HIGHWAYS AND FERRIES CONSTRUCTION FUNDS
 June 30, 1991
 (Stated in Thousands)

STATEMENT 5.05

	1978 Transportation Facility Fund	1980 Highway & Ferry Construction	Totals June 30, 1991
ASSETS:			
Cash in Treasury	\$ 307	\$ 10,780	\$ 11,087
Accounts Receivable	323	1,166	1,489
Total Assets	<u>\$ 630</u>	<u>\$ 11,946</u>	<u>\$ 12,576</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Due to General Fund	\$ 119	\$ 1,117	\$ 1,236
Fund Balances:			
Reserved for Encumbrances	103	469	572
Unreserved, Designated	408	10,360	10,768
Total Fund Balances	<u>511</u>	<u>10,829</u>	<u>11,340</u>
Total Liabilities and Fund Balances	<u>\$ 630</u>	<u>\$ 11,946</u>	<u>\$ 12,576</u>
LEGAL REFERENCE:			
	CHAP 138 SLA 1978	CHAP 118 SLA 1980	

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 HIGHWAYS AND FERRIES CONSTRUCTION FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 5.06

	1978 Transportation Facility Fund	1980 Highway & Ferry Construction	Totals Year Ended June 30, 1991
Revenues:			
Federal Grants-in-Aid	\$ 108	\$ 1,467	\$ 1,575
Other		7	7
Total Revenues	108	1,474	1,582
Expenditures:			
Capital Outlay	346	2,114	2,460
Excess of Revenues Under Expenditures	(238)	(640)	(878)
Fund Balances, Beginning of Year	749	31,469	32,218
Residual Equity Transfer to Other Funds		(20,000)	(20,000)
Fund Balances, End of Year	\$ 511	\$ 10,829	\$ 11,340

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
COMBINING BALANCE SHEET
AIRPORT CONSTRUCTION FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 5.07

	1972— Airport Construction	1974 Trunk & Secondary	Totals June 30, 1991
ASSETS:			
Cash in Treasury	\$ 0	\$ 1,243	\$ 1,243
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Due to General Fund	\$	\$ 681	\$ 681
Fund Balances:			
Unreserved, Designated		562	562
Total Liabilities and Fund Balances	\$ 0	\$ 1,243	\$ 1,243
LEGAL REFERENCE:			
	CHAP 194 SLA 1972	CHAP 118 SLA 1974	

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 AIRPORT CONSTRUCTION FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 5.08

	1972 Airport Construction	1974 Trunk & Secondary	Totals Year Ended June 30, 1991
Expenditures:			
Capital Outlay	\$	\$ 1	\$ 1
Fund Balances, Beginning of Year	881	1,244	2,125
Residual Equity Transfer to Other Funds	(881)	(681)	(1,562)
Fund Balances, End of Year	\$ 0	\$ 562	\$ 562

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING BALANCE SHEET
 HEALTH AND SOCIAL SERVICES CONSTRUCTION FUNDS
 June 30, 1991
 (Stated in Thousands)

STATEMENT 5.09

	1970 Health and Medical Facilities Construction	1974 Health Care Facilities Construction	1978 Health, Senior Citizen, and Pioneers' Home
ASSETS:			
Cash in Treasury	\$ 10	\$ 248	\$ 151
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Due to General Fund	\$	\$ 2	\$
Fund Balances:			
Reserved for Encumbrances			87
Unreserved, Designated	10	246	64
Total Fund Balances	10	246	151
Total Liabilities and Fund Balances	\$ 10	\$ 248	\$ 151
LEGAL REFERENCE:	CHAP 190 SLA 1970	CHAP 132 SLA 1974	CHAP 122 SLA 1978

The notes to the financial statements are an integral part of this statement.

STATEMENT 5.09

1978 Correctional Pub. Safety Facilities Construction	1980 Correctional Facilities Construction	Totals June 30, 1991
\$ 1	\$ 2	\$ 412
\$	\$ 2	\$ 4
1		87
1	0	321
1		408
\$ 1	\$ 2	\$ 412
CHAP 139 SLA 1978	CHAP 99 SLA 1980	

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 HEALTH AND SOCIAL SERVICES CONSTRUCTION FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 3.10

	1970 Health and Medical Facilities Construction	1974 Health Care Facilities Construction	1978 Health, Senior Citizen, and Pioneers' Homes
Expenditures:			
Capital Outlay	\$ 37	\$ 5	\$ 91
Fund Balances, Beginning of Year	47	251	242
Fund Balances, End of Year	<u>\$ 10</u>	<u>\$ 246</u>	<u>\$ 151</u>

The notes to the financial statements are an integral part of this statement.

STATEMENT 5.10

1978 Correctional Public Safety Facilities Construction	1980 Correctional Facilities Construction	Totals Year Ended June 30, 1991
\$	\$ 8	\$ 141
1	8	549
\$ 1	\$ 0	\$ 408

STATE OF ALASKA
 COMBINING BALANCE SHEET
 FISH AND GAME FACILITIES CONSTRUCTION FUNDS
 June 30, 1991
 (Stated in Thousands)

STATEMENT 5.11

	1974 Fish & Game Facility	1978 Fish Facility	Totals June 30, 1991
ASSETS:			
Cash in Treasury	\$ 0	\$ 293	\$ 293
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Due to General Fund	\$	\$ 115	\$ 115
Fund Balances:			
Reserved for Encumbrances		147	147
Unreserved, Designated		31	31
Total Fund Balances	0	178	178
Total Liabilities and Fund Balances	\$ 0	\$ 293	\$ 293
LEGAL REFERENCE:			
	-CHAP 133 SLA 1974	CHAP 140 SLA 1978	

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 FISH AND GAME FACILITIES CONSTRUCTION FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 5.12

	1974 Fish & Game Facility	1978 Fish Facility	Totals Year Ended June 30, 1991
Expenditures:			
Capital Outlay	\$ 2	\$ 93	\$ 95
Fund Balances, Beginning of Year	3	386	389
Residual Equity Transfer to Other Funds	(1)	(115)	(116)
Fund Balances, End of Year	<u>\$ 0</u>	<u>\$ 178</u>	<u>\$ 178</u>

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING BALANCE SHEET
 FLOOD AND HARBOR DEVELOPMENT FUNDS
 June 30, 1991
 (Stated in Thousands)

STATEMENT 5.13

	1972 Water and Sewer Construction	1972 Flood and Harbor Construction	1974 Port Facilities Construction	1976 Water and Sewer Construction
ASSETS:				
Cash in Treasury	\$ 318	\$ 214	\$ 0	\$ 1,241
LIABILITIES AND FUND BALANCES:				
Liabilities:				
Due to General Fund Warrants Outstanding	\$	\$	\$	\$ 1
Total Liabilities	0	0	0	1
Fund Balances:				
Reserved for Encumbrances	280	2		1,193
Unreserved, Designated	38	212		47
Total Fund Balances	318	214	0	1,240
Total Liabilities and Fund Balances	\$ 318	\$ 214	\$ 0	\$ 1,241
LEGAL REFERENCE:	CHAP 202 SLA 1972	CHAP 201 SLA 1972	CHAP 86 SLA 1974	CHAP 271 SLA 1976

The notes to the financial statements are an integral part of this statement.

STATEMENT 5.13

1978 Water and Sewer Construction	1978 Flood, Port, and Harbor Construction	1980 Water and Sewer Construction	Totals June 30, 1991
\$ 1,098	\$ 336	\$ 4,229	\$ 7,436
\$	\$ 136	\$ 1	\$ 136
			2
0	136	1	138
1,045	81	3,784	6,385
53	119	444	913
1,098	200	4,228	7,298
\$ 1,098	\$ 336	\$ 4,229	\$ 7,436
CHAP 145 SLA 1978	CHAP 95 SLA 1978	CHAP 97 SLA 1980	

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 FLOOD AND HARBOR DEVELOPMENT FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 5.14

	1972 Water and Sewer Construction	1972 Flood and Harbor Construction	1974 Port Facilities Construction	1976 Water and Sewer Construction
Expenditures:				
Capital Outlay	\$ 34	\$ 221	\$	\$ 99
Fund Balances, Beginning of Year	352	435	56	1,339
Residual Equity Transfer to Other Funds			(56)	
Fund Balances, End of Year	<u>\$ 318</u>	<u>\$ 214</u>	<u>\$ 0</u>	<u>\$ 1,240</u>

The notes to the financial statements are an integral part of this statement.

STATEMENT 5.14

<u>1978</u> <u>Water and</u> <u>Sewer</u> <u>Construction</u>	<u>1978</u> <u>Flood, Port,</u> <u>and Harbor</u> <u>Construction</u>	<u>1980</u> <u>Water and</u> <u>Sewer</u> <u>Construction</u>	<u>Totals</u> <u>Year Ended</u> <u>June 30, 1991</u>
\$ 1,091	\$ 1,062	\$ 393	\$ 2,900
2,189	1,262	4,621	10,254
			(56)
<u>\$ 1,098</u>	<u>\$ 200</u>	<u>\$ 4,228</u>	<u>\$ 7,298</u>

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ENTERPRISE FUNDS

STATE OF ALASKA
COMBINING BALANCE SHEET
ALL ENTERPRISE FUNDS BY FUND GROUP
June 30, 1991
(Stated in Thousands)

STATEMENT 6.01

	Commercial Assistance	Energy Assistance	Governmental Corporations	Other Agencies	Totals June 30, 1991
ASSETS:					
Cash and Investments	\$ 22,553	\$ 1,535	\$ 2,017,147	\$ 111,166	\$ 2,152,401
Notes Receivable			2,974	373	3,347
Accounts Receivable - Net			19,530	12,227	31,757
Accrued Interest Receivable	6,601	14	57,140	3,062	66,817
Claims Receivable			41,188		41,188
Federal Grants Receivable				4,744	4,744
Due from Other Funds	8		280,067	147	280,220
Loans Receivable - Net	128,684	5,941	3,905,943	193,211	4,233,781
Repossessed Property	677		55,328	5,951	61,956
Judgements	10	87		3,457	3,554
Premium Stabilization	714				714
Bond Issue Costs			7,338		7,338
Restricted Assets			221,625	16,943	238,568
Net Investment in Direct Financing Leases			198,254		198,254
Land			13,850	24,830	38,680
Plant in Service, Depreciated			580,600	261,877	842,477
Construction in Progress			273,759	13,885	287,644
Other Assets			49,735	95	49,830
Total Assets	\$ 159,245	\$ 7,577	\$ 7,724,480	\$ 651,968	\$ 8,543,270
LIABILITIES AND FUND EQUITY:					
Liabilities:					
Accounts Payable	\$ 329	\$	\$ 25,910	\$ 6,764	\$ 33,003
Accrued Interest Payable			57,496		57,496
Short Term Notes Payable			4,401		4,401
Warrants Outstanding	438		1,310	1,018	2,766
Undistributed Receipts	686	9			695
Deferred Revenues			24,132	8,544	32,676
Concession Lease Prepayments				6,019	6,019
Due to Other Funds	1,418	926	276,744	8,701	287,789
Revenue Bonds Payable			416,942	63,711	480,653
Reserve for Loan Losses and Adjustment Expenses			32,300		32,300
Long-Term Notes and Bonds			3,671,736	487	3,672,223
Liabilities Payable from Restricted Assets				4,243	4,243
Capital Lease Obligations			8,850		8,850
Other Liabilities	714		18,414	35	19,163
Total Liabilities	3,585	935	4,538,235	99,522	4,642,277
Fund Equity:					
Contributed Capital:					
Restricted			717,308		717,308
Unrestricted	111,224	4,064	1,842,614	280,551	2,238,453
Total Contributed Capital	111,224	4,064	2,559,922	280,551	2,955,761
Retained Earnings:					
Reserved	2,850	600		13,800	17,250
Unreserved:					
Designated			390,124		390,124
Undesignated	41,586	1,978	236,199	258,095	537,858
Total Retained Earnings	44,436	2,578	626,323	271,895	945,232
Total Fund Equity	155,660	6,642	3,186,245	552,446	3,900,993
Total Liabilities and Fund Equity	\$ 159,245	\$ 7,577	\$ 7,724,480	\$ 651,968	\$ 8,543,270

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
 ALL ENTERPRISE FUNDS BY FUND GROUP
 For the Fiscal Year Ended June 30, 1991
 (Stated In Thousands)

STATEMENT 6.02

	Commercial Assistance	Energy Assistance	Governmental Corporations	Other Agencies	Totals Year Ended June 30, 1991
Operating Revenues:					
Charges for Services	\$ 686	\$ 14	\$ 75,799	\$ 53,188	\$ 129,687
Interest Income	10,562	412	403,649	17,373	431,996
Investment Income			163,016		163,016
Other		35	6,763	617	7,415
Total Operating Revenues	11,248	461	649,227	71,178	732,114
Operating Expenses:					
Operating	2,329	584	81,986	39,255	124,154
Interest, Net Amortization and Fees			358,937		358,937
Financing Costs			12,557		12,557
Provision for Loan Losses and Forgivenesses	174	127	(4,985)	557	(4,127)
Write-Downs and Expenses of Real Estate Owned			22,257		22,257
Subsidies			436		436
Depreciation			21,349	12,810	34,167
Other			1,014		1,014
Total Operating Expenses	2,503	711	493,551	52,630	549,395
Operating Income (Loss)	8,745	(250)	155,676	18,548	182,719
Nonoperating Revenues (Expenses):					
Revenues			3,829	2,810	6,639
Expenses			(27,802)		(27,802)
Total Nonoperating Revenues (Expenses)	0	0	(23,973)	2,810	(21,163)
Income (Loss) before Operating Transfers	-8,745	(250)	131,703	21,358	161,556
Operating Transfers (Out)	(146)	(140)	(52)		(338)
Operating Transfers In			20,894	33	20,927
Net Income (Loss)	8,599	(390)	152,545	21,391	182,145
Depreciation on Fixed Assets Acquired by Grants				5,365	5,365
Extraordinary Item - Loss on Early Debt Extinguishment			(13,125)		(13,125)
Increase (Decrease) in Retained Earnings	8,599	(390)	139,420	26,756	174,385
Retained Earnings, Beginning of Year	30,688	2,968	504,074	286,179	823,909
Residual Equity Transfers (Out)			(17,171)		(17,171)
Prior Period Adjustment	5,149			(41,040)	(35,891)
Retained Earnings, End of Year	\$ 44,436	\$ 2,578	\$ 626,323	\$ 271,895	\$ 945,232

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CASH FLOW BASIS
 ALL ENTERPRISE FUNDS BY FUND GROUP
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 6.03

	Commercial Assistance	Energy Assistance
Cash Flows from Operating Activities:		
Net Income	\$ 8,599	\$ (390)
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:		
Decrease (Increase) in Accounts Receivable		
Increase (Decrease) in Accounts Payable	(184)	
Increase (Decrease) in Allowance for Uncollectibles	(478)	
Decrease (Increase) in Other Assets		
Decrease (Increase) in Due from Other Funds	153	
Decrease (Increase) in Accrued Interest Receivable	(781)	1
Decrease (Increase) in Claims Receivable		
Increase (Decrease) in Interest Payable	125	
Increase (Decrease) in Due to Other Funds	203	(521)
Decrease (Increase) in Notes Receivable		
Decrease (Increase) in Bond Issue Costs		
Decrease (Increase) in Loans Receivable		127
Increase (Decrease) in Deferred Revenues		
Increase (Decrease) in Warrants Outstanding	(555)	
Increase (Decrease) in Undistributed Receipts	(144)	(20)
Decrease (Increase) in Repossessed Property	148	49
Decrease (Increase) in Judgements	5	(32)
Increase (Decrease) in Other Liabilities		
Depreciation of Fixed Assets		
Amortization		
Write-Down and Net Loss (Gain) of Owned Property		
Non-operating Activity		
Net Cash Provided (Used) by Operating Activities	7,091	(786)
Cash Flows from Investing Activities:		
Proceeds from Sales of Investments		
Purchase of Investments		
Interest Received from Trustee		
Purchase and Construction of Fixed Assets		
Proceeds from Sale of Fixed Assets		
Loan Repayments and Reduction in Real Estate Owned	18,396	1,297
Direct Financing Lease Receipts		
New Loans	(19,981)	
Net Cash Provided (Used) by Investing Activities	(1,585)	1,297
Cash Flows from Financing Activities:		
Proceeds from Issuance of Short-Term Debt		
Non-Capital Financing Activities		
Proceeds from Issuance of Long-Term Debt		
Payments on Long-Term Debt		
Interest and Fees Paid on Borrowings		
Decrease in Interest Payable from Restricted Assets		
Payments on Short-Term Debt		
Power Development Revolving Loan Fund Activity		
Federal Grants Received		
Residual Equity Transfer	76	(738)
Capital Contributions and Advances	151	
Capital Lease Obligations		
Gain on Early Debt Extinguishment		
Project Related Construction and Deferred Costs		
Net Cash Provided (Used) by Financing Activities	227	(738)
Net Increase (Decrease) in Cash	5,733	(227)
Cash, Beginning of Year	16,782	1,762
Prior Period Adjustment	38	
Cash, End of Year	\$ 22,553	\$ 1,535

The notes to the financial statements are an integral part of this statement.

STATEMENT 6.03

Governmental Corporations	Other Agencies	Totals Year Ended
		June 30, 1991
\$ 152,545	\$ 18,600	\$ 179,354
(3,656)	5,296	1,640
(1,810)	2,891	897
(49,283)	557	(49,204)
881	(80)	801
(694)	(147)	(688)
1,663	(605)	278
50,579		50,579
(5,888)		(5,763)
(6,622)	3,450	(3,490)
	15	15
787		787
(25,146)	(906)	(25,925)
	(5,815)	(5,815)
292	(301)	(564)
	116	(164)
		313
(14,380)	99	(27)
21,696	12,818	(14,281)
3,307	35	34,514
(9,468)	(40)	3,342
8,978		(9,508)
123,781	35,983	8,978
		166,069
1,082,055	65,777	1,147,832
(1,270,001)	(72,365)	(1,342,366)
10,510	7,691	18,201
(34,749)	(24,138)	(58,887)
	58	58
516,888	13,662	550,243
6,882		6,882
(371,291)	(28,304)	(419,576)
(59,706)	(37,619)	(97,613)
68,563		68,563
6,109		6,109
898,872		898,872
(1,057,894)	(3,140)	(1,061,034)
(11,888)	(5,527)	(11,888)
(93,179)		(5,527)
(8,302)		(93,179)
		(8,302)
(8,213)	11,406	11,406
28,306	2,800	(6,075)
(2,655)	3,734	32,191
(13,125)		(2,655)
(59,768)		(13,125)
		(59,768)
(253,174)	9,273	(244,412)
(189,009)	7,637	(175,956)
326,924	43,343	388,811
		38
\$ 137,825	\$ 50,980	\$ 212,893
(See Note 1L)	(See Note 1L)	

STATE OF ALASKA
 COMBINING BALANCE SHEET
 COMMERCIAL ASSISTANCE ENTERPRISE FUNDS
 June 30, 1991
 (Stated in Thousands)

STATEMENT 6.04

	World War II Veterans' Revolving Loan	Small Business Revolving Loan	Commercial Fishing Revolving Loan	Tourism Revolving Loan	Child Care Facilities Loan
ASSETS:					
Cash and Investments	\$ 1,409	\$ 686	\$ 14,653	\$ 280	\$ 223
Accrued Interest Receivable	6	3	4,907	14	6
Due from Other Funds					
Loans Receivable - Net	1,030	1,184	66,965	835	644
Reposessed Property	94	510	7		10
Judgements			10		
Premium Stabilization	714				
Total Assets	\$ 3,253	\$ 2,383	\$ 86,542	\$ 1,129	\$ 883
LIABILITIES AND FUND EQUITY:					
Liabilities:					
Accounts Payable	\$ 321	\$ 1	\$ 7	\$	\$
Undistributed Receipts	220	120	209	18	5
Premium Stabilization Fund	714				
Warrants Outstanding	66		253		
Due to Other Funds	452	83	498	112	69
Total Liabilities	1,773	204	967	130	74
Fund Equity:					
Contributed Capital, Unrestricted			34,902		911
Retained Earnings:					
Reserved	350	500	500	150	150
Unreserved, Undesignated	1,130	1,679	50,173	849	(252)
Total Retained Earnings	1,480	2,179	50,673	999	(102)
Total Fund Equity	1,480	2,179	85,575	999	809
Total Liabilities and Fund Equity	\$ 3,253	\$ 2,383	\$ 86,542	\$ 1,129	\$ 883

The notes to the financial statements are an integral part of this statement.

STATEMENT 6.04

Historical Districts Revolving Loan	Fisheries Enhancement Revolving Loan	Medical Malpractice Liability Loan	Mining Revolving Loan	Small Business Economic Development Revolving Loan	Totals June 30, 1991
\$ 107	\$ 496	\$ 3,274	\$ 1,331	\$ 94	\$ 22,553
20	1,477		167	1	6,601
	6				6
903	55,595		1,145	383	128,684
			56		677
					10
					714
<u>\$ 1,030</u>	<u>\$ 57,574</u>	<u>\$ 3,274</u>	<u>\$ 2,699</u>	<u>\$ 478</u>	<u>\$ 159,245</u>
\$	\$	\$	\$	\$	\$ 329
			114		686
					714
			119		438
7			197		1,418
<u>7</u>	<u>0</u>	<u>0</u>	<u>430</u>	<u>0</u>	<u>3,585</u>
637	60,513	3,000	10,674	587	111,224
100	200		900		2,850
286	(3,139)	274	(9,305)	(109)	41,586
386	(2,939)	274	(8,405)	(109)	44,436
1,023	57,574	3,274	2,269	478	155,660
<u>\$ 1,030</u>	<u>\$ 57,574</u>	<u>\$ 3,274</u>	<u>\$ 2,699</u>	<u>\$ 478</u>	<u>\$ 159,245</u>

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
 COMMERCIAL ASSISTANCE ENTERPRISE FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated In Thousands)

STATEMENT 6.05

	World War II Veterans' Revolving Loan	Small Business Revolving Loan	Commercial Fishing Revolving Loan	Tourism Revolving Loan	Child Care Facilities Loan
Operating Revenues:					
Charges for Services	\$ 302	\$ 94	\$ 222	\$ 4	\$ 1
Interest	109	351	7,117	84	67
Total Operating Revenues	411	445	7,339	88	68
Operating Expenses:					
Operating	421	130	1,123	40	104
Provision for Loan Losses and Forgivenesses		46			
Total Operating Expenses	421	176	1,123	40	104
Operating Income (Loss)	(10)	269	6,216	48	(36)
Operating Transfers (Out)	(39)			(107)	
Net Income (Loss)	(49)	269	6,216	(59)	(36)
Retained Earnings, Beginning of Year	1,529	1,910	39,346	1,058	(66)
Prior Period Adjustment			5,111		
Retained Earnings, End of Year	\$ 1,480	\$ 2,179	\$ 50,673	\$ 999	\$ (102)

The notes to the financial statements are an integral part of this statement.

STATEMENT 6.05

Historical Districts Revolving Loan	Fisheries Enhancement Revolving Loan	Medical Malpractice Liability Loan	Mining Revolving Loan	Small Business Economic Development Revolving Loan	Totals Year Ended June 30, 1991
\$ 2	\$ 44	\$	\$ 13	\$ 4	\$ 686
69	2,334	24	388	19	10,562
71	2,378	24	401	23	11,248
9	282		220		2,329
			128		174
9	282	0	348	0	2,503
62	2,096	24	53	23	8,745
					(146)
62	2,096	24	53	23	8,599
324	(5,035)	250	(8,496)	(132)	30,688
			38		5,149
\$ 386	\$ (2,939)	\$ 274	\$ (8,405)	\$ (109)	\$ 44,436

STATE OF ALASKA
 COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CASH FLOWS BASIS
 COMMERCIAL ASSISTANCE ENTERPRISE FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 6.06

	World War II Veterans' Revolving Loan	Small Business Revolving Loan	Commercial Fishing Revolving Loan	Tourism Revolving Loan
Cash Flows from Operating Activities:				
Net Income	\$ (49)	\$ 269	\$ 6,216	\$ (59)
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:				
Increase (Decrease) in Accounts Payable	(105)	(5)	7	(15)
Increase (Decrease) in Allowance for Uncollectibles		(191)		
Decrease (Increase) in Due from Other Funds	12	9	36	
Decrease (Increase) in Accrued Interest Receivable	(2)	(2)	(199)	1
Increase (Decrease) in Interest Payable	116	7	2	
Increase (Decrease) in Due to Other Funds	22	(179)	498	23
Increase (Decrease) in Warrants Outstanding	(150)	(59)	(416)	
Increase (Decrease) in Undistributed Receipts	143	(81)	(25)	8
Decrease (Increase) in Repossessed Property	1	93	111	
Decrease (Increase) in Judgements			5	
Net Cash Provided (Used) by Operating Activities	(12)	(139)	6,235	(42)
Cash Flows from Investing Activities:				
Repayments of Loan Principal	80	439	13,162	58
New Loans	(8)	(372)	(13,836)	
Net Cash Provided (Used) by Investing Activities	72	67	(674)	58
Cash Flows from Financing Activities:				
Residual Equity Transfer			(543)	
Capital Contributions and Advances				
Net Cash Provided (Used) by Financing Activities	0	0	(543)	0
Net Increase (Decrease) in Cash	60	(72)	5,018	16
Cash, Beginning of Year	1,349	758	9,635	264
Prior Period Adjustments				
Cash, End of Year	\$ 1,409	\$ 686	\$ 14,653	\$ 280

The notes to the financial statements are an integral part of this statement.

Child Care Facilities Loan	Historical Districts Revolving Loan	Fisheries Enhancement Revolving Loan	Medical Malpractice Liability Loan	Mining Revolving Loan	Small Business Economic Development Revolving Loan	Totals Year Ended June 30, 1991
\$ (36)	\$ 62	\$ 2,096	\$ 24	\$ 53	\$ 23	\$ 8,599
				(66)		(184)
				(287)		(478)
(1)		(1)			98	153
(2)	1	(590)		10	2	(781)
						125
(99)	(94)			32		203
		(50)		120		(555)
(23)				(146)	(20)	(144)
(1)				(56)		148
						5
(162)	(31)	1,455	24	(340)	103	7,091
1,066	19	1,600	800	1,071	101	18,396
(897)		(4,360)		(225)	(283)	(19,981)
169	19	(2,760)	800	846	(182)	(1,585)
(69)	(6)	897		(203)		76
					151	151
(69)	(6)	897	0	(203)	151	227
(62)	(18)	(408)	824	303	72	5,733
285	125	904	2,450	990	22	16,782
				38		38
\$ 223	\$ 107	\$ 496	\$ 3,274	\$ 1,331	\$ 94	\$ 22,553

STATE OF ALASKA
 COMBINING BALANCE SHEET
 ENERGY ASSISTANCE ENTERPRISE FUNDS
 June 30, 1991
 (Stated in Thousands)

STATEMENT 6.07

	Alternative Technology and Power Resources Revolving Loan	Residential Energy Conservation	Totals June 30, 1991
ASSETS:			
Cash and Investments	\$ 1,033	\$ 502	\$ 1,535
Accrued Interest Receivable	14		14
Loans Receivable - Net	5,467	474	5,941
Judgements	67	20	87
Total Assets	\$ 6,581	\$ 996	\$ 7,577
LIABILITIES AND FUND EQUITY:			
Liabilities:			
Undistributed Receipts	\$ 7	\$ 2	\$ 9
Due to Other Funds	726	200	926
Total Liabilities	733	202	935
Fund Equity:			
Contributed Capital, Unrestricted	4,064		4,064
Retained Earnings:			
Reserved	300	300	600
Unreserved, Undesignated	1,484	494	1,978
Total Retained Earnings	1,784	794	2,578
Total Fund Equity	5,848	794	6,642
Total Liabilities and Fund Equity	\$ 6,581	\$ 996	\$ 7,577

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
 ENERGY ASSISTANCE ENTERPRISE FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 6.08

	Alternative Technology and Power Resources Revolving Loan	Residential Energy Conservation	Totals Year Ended June 30, 1991
Operating Revenues:			
Charges for Services	\$ 7	\$ 7	\$ 14
Interest	354	58	412
Other	23	12	35
Total Operating Revenues	384	77	461
Operating Expenses:			
Operating	324	260	584
Provision for Loan Losses and Forgivenesses	105	22	127
Total Operating Expenses	429	282	711
Operating Loss before Operating Transfers	(45)	(205)	(250)
Operating Transfers (Out)		(140)	(140)
Net Loss	(45)	(345)	(390)
Retained Earnings, Beginning of Year	1,829	1,139	2,968
Retained Earnings, End of Year	\$ 1,784	\$ 794	\$ 2,578

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CASH FLOWS BASIS
 ENERGY ASSISTANCE ENTERPRISE FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 6.09

	Alternative Technology and Power Resources Revolving Loan	Residential Energy Conservation	Totals Year Ended June 30, 1991
Cash Flows from Operating Activities:			
Net Income (Loss)	\$ (45)	\$ (345)	\$ (390)
Adjustments to Reconcile Net Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Decrease (Increase) in Loans Receivable	105	22	127
Decrease (Increase) in Accrued Interest Receivable	1		1
Increase (Decrease) in Due to Other Funds	(354)	(167)	(521)
Increase (Decrease) in Undistributed Receipts	(12)	(8)	(20)
Decrease (Increase) in Repossessed Property		49	49
Decrease (Increase) in Judgements	(22)	(10)	(32)
Net Cash Provided (Used) by Operating Activities	(327)	(459)	(786)
Cash Flows from Investing Activities:			
Repayments of Loan Principal	863	434	1,297
Cash Flows from Financing Activities:			
Residual Equity Transfer	(738)	0	(738)
Net Increase (Decrease) in Cash	(202)	(25)	(227)
Cash, Beginning of Year	1,235	527	1,762
Cash, End of Year	\$ 1,033	\$ 502	\$ 1,535

The notes to the financial statements are an integral part of this statement.

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STATE OF ALASKA
COMBINING BALANCE SHEET
GOVERNMENTAL CORPORATIONS ENTERPRISE FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 6.10

	Alaska Industrial Development and Export Authority		Alaska Housing Finance Corporation
	Economic Development Fund	Enterprise Development Fund	
ASSETS:			
Cash and Investments	\$ 23	\$ 236,051	\$ 1,638,427
Accounts Receivable - Net			
Notes Receivable		2,974	
Accrued Interest Receivable	2,417	8,365	37,405
Claims Receivable			41,188
Due from Other Funds			274,610
Loans Receivable - Net	67,109	197,189	3,262,234
Bond Issue Costs	4,507		
Restricted Assets	90,597	90,434	
Net Investment in Direct Financing Leases	175,298	22,956	
Reposessed Property	1,251	17,170	36,907
Fixed assets - Net of Accumulated Depreciation			
Land			
Construction in Progress			
Other Assets	253	3,017	28,708
Total Assets	\$ 341,455	\$ 578,156	\$ 5,319,479
LIABILITIES AND FUND EQUITY:			
Liabilities:			
Accounts Payable	\$ 7,355	\$ 2,179	\$
Accrued Interest Payable	1,813	3,551	41,218
Short-Term Notes Payable			
Warrants Outstanding			
Deferred Revenues and Advances			
Due to Other Funds			274,610
Revenue Bonds Payable	103,250	157,660	
Reserve for Loan Losses and Adjustment Expenses			32,300
Long-Term Notes and Bonds			3,466,134
Capital Lease Obligations			
Other Liabilities			16,607
Total Liabilities	112,418	163,390	3,830,869
Fund Equity:			
Contributed Capital:			
Restricted			717,308
Unrestricted	170,334	197,801	316,563
Total Contributed Capital	170,334	197,801	1,033,871
Retained Earnings:			
Unreserved:			
Designated			390,124
Undesignated	58,703	216,965	64,615
Total Retained Earnings	58,703	216,965	454,739
Total Fund Equity	229,037	414,766	1,488,610
Total Liabilities and Fund Equity	\$ 341,455	\$ 578,156	\$ 5,319,479

The notes to the financial statements are an integral part of this statement.

STATEMENT 6.10

<u>Alaska Student Loan Corporation</u>	<u>Alaska Medical Facility Authority</u>	<u>Alaska Railroad Corporation</u>	<u>Alaska Energy Authority</u>	<u>Totals June 30, 1991</u>
\$ 43,434	\$ 123	\$ 2,346	\$ 96,743	\$ 2,017,147
		9,964	9,566	19,530
4,966	1		3,986	2,974
960			4,497	57,140
347,949			31,464	41,188
2,784			47	280,067
31,374		9,220		3,905,945
				7,338
				221,625
				198,254
				55,328
		58,719	521,881	580,600
		13,850		13,850
		2,269	271,490	273,759
		3,156	14,601	49,735
<u>\$ 431,467</u>	<u>\$ 124</u>	<u>\$ 99,524</u>	<u>\$ 954,275</u>	<u>\$ 7,724,480</u>
\$	\$	\$ 7,400	\$ 8,976	\$ 25,910
5,395			5,519	57,496
1,310		4,401		4,401
		9,578	14,554	1,310
			2,134	24,132
156,032				276,744
				416,942
		11,216	194,386	32,300
		8,850		3,671,736
390		1,417		8,850
				18,414
<u>163,127</u>	<u>0</u>	<u>42,862</u>	<u>225,569</u>	<u>4,538,235</u>
				717,308
302,702		34,174	821,040	1,842,614
<u>302,702</u>	<u>0</u>	<u>34,174</u>	<u>821,040</u>	<u>2,559,922</u>
				390,124
(34,362)	124	22,488	(92,334)	236,199
(34,362)	124	22,488	(92,334)	626,323
268,340	124	56,662	728,706	3,186,245
<u>\$ 431,467</u>	<u>\$ 124</u>	<u>\$ 99,524</u>	<u>\$ 954,275</u>	<u>\$ 7,724,480</u>

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
 GOVERNMENTAL CORPORATIONS ENTERPRISE FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 6.11

	Alaska Industrial Development and Export Authority		Alaska Housing Finance Corporation
	Economic Development Fund	Enterprise Development Fund	
Operating Revenues:			
Charges for Services	\$	\$	\$
Interest Income	5,855	20,933	347,011
Investment Income	5,839	24,158	127,911
Direct Financing Leases Interest Income	10,783	1,077	
Other	37	345	578
Total Operating Revenues	22,514	46,513	475,500
Operating Expenses:			
Operating	390	2,088	11,425
Interest, Net Amortization and Fees	7,255	14,025	325,306
Financing Costs	175		12,382
Provision for Loan Losses and Forgivenesses			(10,093)
Write-Downs and Expenses of Real Estate Owned	247	55	21,955
Subsidies			436
Depreciation			
Other			966
Total Operating Expenses	8,067	16,168	362,377
Operating Income (Loss)	14,447	30,345	113,123
Nonoperating Revenues (Expenses):			
Revenues			
Expenses			
Income (Loss) before Operating Transfers	14,447	30,345	113,123
Operating Transfers (Out)			
Operating Transfers In	159		
Net Income (Loss)	14,606	30,345	113,123
Extraordinary Item - Loss on Early Debt Extinguishment			(13,125)
Increase (Decrease) in Retained Earnings	14,606	30,345	99,998
Retained Earnings, Beginning of Year	44,097	186,620	371,912
Residual Equity Transfers (Out)			(17,171)
Retained Earnings, End of Year	\$ 58,703	\$ 216,965	\$ 454,739

The notes to the financial statements are an integral part of this statement.

STATEMENT 6.11

Alaska Student Loan Corporation	Alaska Medical Facility Authority	Alaska Railroad Corporation	Alaska Energy Authority	Totals Year Ended June 30, 1991
\$	\$	\$	\$	\$
15,483	8	60,286	15,513	75,799
5,108			2,499	391,789
				163,016
64		5,446	293	11,860
				6,763
20,655	8	65,732	18,305	649,227
5,711	1	58,465	3,906	81,986
11,290			1,061	358,937
				12,557
5,108				(4,985)
				22,257
				436
		4,490	16,859	21,349
			48	1,014
22,109	1	62,955	21,874	493,551
(1,454)	7	2,777	(3,569)	155,676
		3,829		3,829
		(2,066)	(25,736)	(27,802)
(1,454)	7	4,540	(29,305)	131,703
			(52)	(52)
			20,735	20,894
(1,454)	7	4,540	(8,622)	152,545
				(13,125)
(1,454)	7	4,540	(8,622)	139,420
(32,908)	117	17,948	(83,712)	504,074
				(17,171)
\$ (34,362)	\$ 124	\$ 22,488	\$ (92,334)	\$ 626,323

STATE OF ALASKA
COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CASH FLOWS BASIS
GOVERNMENTAL CORPORATIONS ENTERPRISE FUNDS
For the Fiscal Year Ended June 30, 1991
(Stated in Thousands)

STATEMENT 6.12

	Alaska Industrial Development and Export Authority		Alaska Housing Finance Corporation
	Economic Development Fund	Enterprise Development Fund	
Cash Flows from Operating Activities:			
Net Income	\$ 14,606	\$ 30,345	\$ 113,123
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:			
Nonoperating Activity			
Decrease (Increase) in Accounts Receivable			
Increase (Decrease) in Accounts Payable	(2,927)	(93)	
Increase (Decrease) in Allowance for Uncollectibles			(49,283)
Decrease (Increase) in Other Assets	(140)	590	
Decrease (Increase) in Accrued Interest Receivable	(786)	173	3,235
Decrease (Increase) in Claims Receivable			50,579
Increase (Decrease) in Warrants Outstanding			
Increase (Decrease) in Other Liabilities			(13,730)
Depreciation of Fixed Assets			347
Increase (Decrease) in Accrued Interest Payable	(1)	163	(6,758)
Increase (Decrease) in Due to Other Funds			
Decrease (Increase) in Due from Other Funds			
Decrease (Increase) in Loans Receivable		252	
Decrease (Increase) in Bond Issue Costs	175		
Write-Down and Net Loss (Gain) of Owned Property	6	282	(9,794)
Amortization of Bond Discount and Premium	14	(459)	15,601
Amortization of Unearned Income on Direct Financing Leases	(10,783)	(1,077)	
Net Cash Provided (Used) by Operating Activities	164	30,176	103,320
Cash Flows from Investing Activities:			
Proceeds from Sales/Maturities of Investments	44,042	187,290	774,168
Purchase of Investments	(88,925)	(223,120)	(876,306)
Interest Received From Trustee			
New Loans	0	(540)	(370,751)
Direct Financing Lease Receipts	5,770	1,112	
Loan Repayments and Reduction in Real Estate Owned	10,966	23,649	482,273
Purchase and Construction of Fixed Assets	(5,073)	(22,991)	(254)
Net Cash Provided (Used) by Investing Activities	(33,220)	(34,600)	9,130
Cash Flows from Financing Activities:			
Capital contributions and advances	26,823		
Non-Capital Financing Activities			
Payments on Short-Term Debt			(88,779)
Proceeds from Short-Term Debt			64,563
Proceeds from Long-Term Debt		25,000	792,710
Payments on Long-Term Debt and Redemptions		(13,430)	(848,951)
Capital Lease Obligations			
Gain on Early Debt Extinguishment			(13,125)
Interest and Fees Paid on Borrowings			
Power Development Revolving Loan Fund Activity			
Residual Equity Transfer			(17,171)
Project Related Construction and Deferred Costs			
Net Cash Provided (Used) by Financing Activities	26,823	11,570	(110,753)
Net Increase (Decrease) in Cash	(6,233)	7,146	1,697
Cash, Beginning of Year	11,067	16,253	3,098
Cash, End of Year	\$ 4,834	\$ 23,399	\$ 4,795
	(See Note 1L)	(See Note 1L)	(See Note 1L)

The notes to the financial statements are an integral part of this statement.

STATEMENT 6.12

Alaska Student Loan Corporation	Alaska Medical Facility Authority	Alaska Railroad Corporation	Alaska Energy Authority	Totals Year Ended June 30, 1991
\$ (1,454)	\$ 7	\$ 4,540	\$ (8,622)	\$ 152,545
			8,978	8,978
		(3,136)	(520)	(3,656)
		291	919	(1,810)
		(45)	476	(49,283)
(1,182)			223	881
				1,663
292				50,579
164				292
		(672)	(142)	(14,380)
		4,490	16,859	21,696
931			(223)	(5,888)
			(6,622)	(6,622)
(165)			(529)	(694)
(25,398)				(25,146)
612				787
			38	(9,468)
11				15,167
				(11,860)
(26,189)	7	5,468	10,835	123,781
76,555				1,082,055
(72,650)		(9,000)		(1,270,001)
			10,510	10,510
				(371,291)
				6,882
				516,888
		(6,431)		(34,749)
3,905	0	(15,431)	10,510	(59,706)
			1,483	28,306
			6,109	6,109
		(4,400)		(93,179)
		4,000		68,563
14,692		6,633	59,837	898,872
(3,530)		(1,083)	(190,900)	(1,057,894)
		(2,655)		(2,655)
				(13,125)
			(11,888)	(11,888)
			(8,302)	(8,302)
10,000			(1,042)	(8,213)
		9,000	(68,768)	(59,768)
21,162	0	11,495	(213,471)	(253,174)
(1,122)	7	1,532	(192,126)	(189,099)
6,707	116	814	288,869	326,924
\$ 5,585	\$ 123	\$ 2,346	\$ 96,743	\$ 137,825

(See Note 1L.)

STATE OF ALASKA
COMBINING BALANCE SHEET
OTHER AGENCIES ENTERPRISE FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 6.13

	Department of Health and Social Services	Department of Community and Regional Affairs	Department of Transportation and Public Facilities
	Alcoholism and Drug Abuse	Housing Assistance	International Airports
ASSETS:			
Cash and Investments	\$ 115	\$ 19,742	\$ 81,054
Accounts Receivable - Net			11,744
Notes Receivable		68	
Accrued Interest Receivable		1,309	992
Due from Other Funds			
Judgements			
Federal Grants Receivable			4,744
Loans Receivable - Net		172,758	
Repossessed Property		4,794	
Restricted Assets			16,943
Land			24,830
Plant in Service, Depreciated			256,274
Construction in Progress			13,885
Other Assets		95	
Total Assets	\$ 115	\$ 198,766	\$ 410,466
LIABILITIES AND FUND EQUITY:			
Liabilities:			
Accounts Payable	\$	\$ 170	\$ 6,594
Warrants Outstanding		937	
Liabilities Payable from Restricted Assets			4,243
Revenue Bonds Payable			63,711
Due to Other Funds	2	455	8,244
Deferred Revenues			8,544
Concession Lease Prepayments			6,019
Long-Term Notes and Bonds			
Other Liabilities			
Total Liabilities	2	1,562	97,355
Fund Equity:			
Contributed Capital, Unrestricted	100	119,953	86,052
Retained Earnings:			
Reserved		1,100	12,700
Unreserved, Undesignated	13	76,151	214,359
Total Retained Earnings	13	77,251	227,059
Total Fund Equity	113	197,204	313,111
Total Liabilities and Fund Equity	\$ 115	\$ 198,766	\$ 410,466

The notes to the financial statements are an integral part of this statement.

STATEMENT 6.13

Department of Natural Resources	Department of Environmental Conservation	Totals
Agriculture	Alaska Clean Water	June 30, 1991
\$ 6,003	\$ 4,252	\$ 111,166
483		12,227
305		373
205	556	3,062
147		147
3,457		3,457
		4,744
9,257	11,196	193,211
1,157		5,951
		16,943
		24,830
5,603		261,877
		13,885
		95
<u>\$ 26,617</u>	<u>\$ 16,004</u>	<u>\$ 651,968</u>
\$ 81	\$	\$ 6,764
		1,018
		4,243
		63,711
		8,701
		8,544
		6,019
487		487
35		35
<u>603</u>	<u>0</u>	<u>99,522</u>
59,855	14,591	280,551
(33,841)	1,413	13,800
		258,095
(33,841)	1,413	271,895
26,014	16,004	552,446
<u>\$ 26,617</u>	<u>\$ 16,004</u>	<u>\$ 651,968</u>

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
 OTHER AGENCIES ENTERPRISE FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 6.14

	Department of Health and Social Services	Department of Community and Regional Affairs	Department of Transportation and Public Facilities
	Alcoholism and Drug Abuse	Housing Assistance	International Airports
Operating Revenues:			
Charges for Services	\$ 15	\$ 15,185	\$ 53,066
Interest		381	234
Other			
Total Operating Revenues	15	15,566	53,300
Operating Expenses:			
Operating	2	3,005	35,242
Provision for Loan Losses and Forgivenesses		557	
Depreciation			12,503
Total Operating Expenses	2	3,562	47,745
Operating Income (Loss)	13	12,004	5,555
Nonoperating Revenues (Expenses):			
Rents and Royalties			2,791
Other			
Total Nonoperating Revenues (Expenses)	0	0	2,791
Income (Loss) before Operating Transfers	13	12,004	8,346
Operating Transfers In		33	
Net Income (Loss)	13	12,037	8,346
Depreciation on Fixed Assets Acquired by Grants			5,365
Increase (Decrease) in Retained Earnings	13	12,037	13,711
Retained Earnings, Beginning of Year		65,214	213,348
Prior Period Adjustment			
Retained Earnings, End of Year	\$ 13	\$ 77,251	\$ 227,059

The notes to the financial statements are an integral part of this statement.

STATEMENT 6.14

Department of Natural Resources	Department of Environmental Conservation	Totals Year Ended
Agriculture	Alaska Clean Water	June 30, 1991
\$ 122	\$	\$ 53,188
1,594	579	17,373
2		617
1,718	579	71,178
950	56	39,255
315		557
1,265	56	12,818
453	523	52,630
		18,548
19		19
		2,791
19	0	2,810
472	523	21,358
		33
472	523	21,391
		5,365
472	523	26,756
6,727	890	286,179
(41,040)		(41,040)
\$ (33,841)	\$ 1,413	\$ 271,895

STATE OF ALASKA
 COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CASH FLOWS BASIS
 OTHER AGENCIES ENTERPRISE FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 6.15

	Department of Health and Social Services	Department of Community and Regional Affairs	Department of Transportation and Public Facilities
	Alcoholism and Drug Abuse	Housing Assistance	International Airports
Cash Flows from Operating Activities:			
Net Income	\$ 13	\$ 12,037	\$ 5,555
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:			
Decrease (Increase) in Accounts Receivable			5,455
Increase (Decrease) in Accounts Payable		79	2,812
Increase (Decrease) in Allowance for Uncollectibles		557	
Decrease (Increase) in Due from Other Funds			
Decrease (Increase) in Notes Receivable			
Increase (Decrease) in Deferred Revenues			(5,815)
Decrease (Increase) in Accrued Interest Receivable		37	
Decrease (Increase) in Other Assets		(80)	
Increase (Decrease) in Due to Other Funds	2	455	2,993
Decrease (Increase) in Loans Receivable			
Increase (Decrease) in Warrants Outstanding		(175)	
Decrease (Increase) in Repossessed Property			
Increase (Decrease) in Other Liabilities			
Depreciation of Fixed Assets			12,503
Amortization			35
Net Loss (Gain) of Owned Property			(40)
Net Cash Provided (Used) by Operating Activities	15	12,910	23,498
Cash Flows from Investing Activities:			
Purchase and Construction of Fixed Assets			(24,138)
Proceeds from Maturity/Sale of Investments			85,777
Purchase of Investments			(72,365)
Interest Received from Trustee			7,691
Proceeds from Sale of Fixed Assets			58
Loan Repayments - Reduction in Real Estate Owned		12,667	
Repayments of Loan Principal			
New Loans		(21,630)	
Net Cash Provided (Used) by Investing Activities	0	(8,963)	(22,977)
Cash Flows from Financing Activities:			
Payments on Long-term Debt			(3,140)
Decrease in Interest Payable from Restricted Assets			(5,527)
Residual Equity Transfer			
Capital Contributions			
Federal Grants Received			11,406
Net Cash Provided (Used) by Financing Activities	0	0	2,739
Net Increase (Decrease) in Cash	15	3,947	3,260
Cash, Beginning of Year	100	15,795	17,608
Cash, End of Year	\$ 115	\$ 19,742	\$ 20,868

(See Note 1L)

The notes to the financial statements are an integral part of this statement.

STATEMENT 6.15

Department of Natural Resources	Department of Environmental Conservation	Totals Year Ended
Agriculture	Alaska Clean Water	June 30, 1991
\$ 472	\$ 523	\$ 18,600
(159)		5,296
		2,891
		557
(147)		(147)
15		15
		(5,815)
(217)	(425)	(605)
		(80)
		3,450
(906)		(906)
(126)		(301)
116		116
99		99
315		12,818
		35
		(40)
(538)	98	35,983
		(24,138)
		65,777
		(72,365)
		7,691
		58
(4)		12,663
999		999
(1,532)	(5,142)	(28,304)
(537)	(5,142)	(37,619)
		(3,140)
		(5,527)
	2,800	2,800
	3,734	3,734
		11,406
0	6,534	9,273
(1,075)	1,490	7,637
7,078	2,762	43,343
\$ 6,003	\$ 4,252	\$ 50,980

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INTERNAL SERVICE FUNDS

STATE OF ALASKA
COMBINING BALANCE SHEET
ALL INTERNAL SERVICE FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 7.01

	Highways Equipment Working Capital Fund	Correctional Industries Fund	Information Services Fund	Totals June 30, 1991
ASSETS:				
Cash in Treasury	\$ 11,593	\$ 219	\$ 2,840	\$ 14,652
Intergovernmental Receivable	1,072	31		1,103
Due from Other Funds	5,740	215	250	6,205
Inventories	3,048	341		3,389
Plant and Equipment at Cost	109,669	2,331	58,612	170,612
Less: Allowance for Depreciation	(77,557)	(858)	(36,560)	(114,975)
Total Assets	\$ 53,565	\$ 2,279	\$ 25,142	\$ 80,986
LIABILITIES AND FUND EQUITY:				
Liabilities:				
Accounts Payable	\$ 494	\$ 137	\$ 850	\$ 1,481
Warrants Outstanding	150	77	268	495
Long-Term Notes and Bonds		138		138
Other Liabilities	829	56	7,500	8,385
Total Liabilities	1,473	408	8,618	10,499
Fund Equity:				
Contributed Capital, Unrestricted	4,340	2,025	17,213	23,578
Retained Earnings:				
Unreserved, Undesignated	47,752	(154)	(589)	46,909
Total Fund Equity	52,092	1,871	16,524	70,487
Total Liabilities and Fund Equity	\$ 53,565	\$ 2,279	\$ 25,142	\$ 80,986
LEGAL REFERENCE: Alaska Statute	44.74.010	33.32.020	44.21.045	

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA

STATEMENT 7.02

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN RETAINED EARNINGS
 ALL INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

	Highways Equipment Working Capital Fund	Correctional Industries Fund	Information Services Fund	Totals Year Ended June 30, 1991
Operating Revenues:				
Charges for Goods and Services	\$ 30,454	\$ 1,873	\$ 8,546	\$ 40,873
Operating Expenses:				
Costs of Goods and Services		1,174		1,174
Operating	20,582	1,577	18,032	40,191
Depreciation	7,049	135	4,184	11,368
Losses on Accounts Receivable	123			123
Total Operating Expenses	27,754	2,886	22,216	52,856
Operating Income (Loss)	2,700	(1,013)	(13,670)	(11,983)
Nonoperating Revenues (Expenses):				
Gain(Loss) on Disposal of Plant and Equipment	667			667
Other	89			89
Total Nonoperating Revenues (Expenses)	756	0	0	756
Income (Loss) before Operating Transfers	3,456	(1,013)	(13,670)	(11,227)
Operating Transfers In	626	782	12,981	14,389
Net Income (Loss)	4,082	(231)	(689)	3,162
Retained Earnings, Beginning of Year	43,670	(92)		43,578
Prior Period Adjustment		169		169
Retained Earnings, End of Year	\$ 47,752	\$ (154)	\$ (689)	\$ 46,909

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CASH FLOWS BASIS
 ALL INTERNAL SERVICE FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 7.03

	Highways Equipment Working Capital Fund	Correctional Industries Fund	Information Services Fund	Totals Year Ended June 30, 1991
Cash Flows from Operating Activities:				
Net Income	\$ 4,082	\$ (231)	\$ (689)	\$ 3,162
Adjustments to Reconcile Net Income to Net Cash Provided by Operating Activities:				
Decrease (Increase) in Accounts Receivable	207	68		275
Increase (Decrease) in Allowance for Uncollectibles	123			123
Increase (Decrease) in Accounts Payable	44	92	379	515
Decrease (Increase) in Due from Other Funds	(1,401)	36	(250)	(1,615)
Decrease (Increase) in Inventories	(623)	(95)		(718)
Increase (Decrease) in Due to Other Funds	(411)			(411)
Increase (Decrease) in Warrants Outstanding	(115)	29	269	183
Increase (Decrease) in Other Liabilities			2,586	2,586
Write down and Net Loss (Gain) of Owned Property	(667)			(667)
Depreciation	7,049	135	4,184	11,368
Net Cash Provided (Used) by Operating Activities	8,288	34	6,479	14,801
Cash Flows from Investing Activities:				
Disposition of Fixed Assets	683			683
Purchase of Fixed Assets	(11,894)	(137)	(4,586)	(16,617)
Net Cash Provided (Used) by Investing Activities	(11,211)	(137)	(4,586)	(15,934)
Cash Flow from Financing Activities:				
Payments on Long-Term Debt		(15)		(15)
Capital Contributions	2,000			2,000
Net Cash Provided (Used) by Financing Activity	2,000	(15)	0	1,985
Net Increase (Decrease) in Cash	(923)	(118)	1,893	852
Cash, Beginning of Year	12,516	337	947	13,800
Cash, End of Year	\$ 11,593	\$ 219	\$ 2,840	\$ 14,652

The notes to the financial statements are an integral part of this statement.

TRUST AND AGENCY FUNDS

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STATE OF ALASKA
COMBINING BALANCE SHEET
ALL TRUST AND AGENCY FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 6.01

	Expendable Trust Funds	Non- Expendable Trust Funds	Pension Trust Funds	Agency Funds	Totals June 30, 1991
ASSETS:					
Cash and Investments	\$ 586,464	\$ 12,121,089	\$ 4,791,348	\$ 176,769	\$ 17,675,670
Accounts Receivable - Net	3,273	32,322	46,850		82,445
Interest and Dividends Receivable	1,843	173,610	47,466		222,919
Loans Receivable - Net	215				215
Interfund Receivables	501,175	130,830		2,155	634,160
Prepaid Expenses		72			72
Property and Equipment		2,873			2,873
Total Assets	\$ 1,092,970	\$ 12,460,796	\$ 4,885,664	\$ 178,924	\$ 18,618,354
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Warrants Outstanding	\$ 5,277	\$ 598	\$ 4,272	\$ 3,608	\$ 13,755
Accounts Payable	3,242	40,617	3,503	1,201	48,563
Interfund Payables	1,678	610,667		15	612,360
Amounts Held in Custody for Others	52			174,100	174,152
Other Liabilities	222				222
Total Liabilities	10,471	651,882	7,775	178,924	849,052
Fund Balances:					
Reserved for:					
Encumbrances	70				70
Nonexpendable Trust Corpus		11,084,006			11,084,006
Retirement Systems			4,877,889		4,877,889
Other Specific Trust Purposes	1,082,429	724,908			1,807,337
Total Fund Balances	1,082,499	11,808,914	4,877,889	0	17,769,302
Total Liabilities and Fund Balances	\$ 1,092,970	\$ 12,460,796	\$ 4,885,664	\$ 178,924	\$ 18,618,354

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
COMBINING BALANCE SHEET
EXPENDABLE TRUST FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 8.02

	Memorial Scholarship Fund	Alaska Permanent Fund Dividend Fund	Unemployment Compensation Fund
ASSETS:			
Cash and Investments	\$ 169	\$ 23,691	\$ 508
Cash in U.S. Treasury			226,300
Accounts Receivable - Net			2,602
Interest and Dividends Receivable			
Intergovernmental Receivables			671
Loans Receivable - Net	215		
Due from General Fund		947	
Due from Employment Assistance and Training Fund			600
Due from Alaska Permanent Fund		489,490	
Total Assets	<u>\$ 384</u>	<u>\$ 514,128</u>	<u>\$ 230,681</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Warrants and Checks Outstanding	\$ 3	\$ 2,903	\$ 2,371
Accounts Payable		283	2,869
Due to General Fund		1,655	
Due to Employment Assistance and Training Fund			2
Due to Training and Building Fund			21
Trust Deposits Payable			52
Other Liabilities		222	
Total Liabilities	<u>3</u>	<u>5,063</u>	<u>5,315</u>
Fund Balances:			
Reserved for:			
Encumbrances		49	
Memorial Scholarship Loans	381		
Alaska Permanent Fund Dividends		509,016	
Unemployment Compensation Benefits			225,366
Budget Reserve			
Investment Loss Trust			
Total Fund Balances	<u>381</u>	<u>509,065</u>	<u>225,366</u>
Total Liabilities and Fund Balances	<u>\$ 384</u>	<u>\$ 514,128</u>	<u>\$ 230,681</u>

The notes to the financial statements are an integral part of this statement.

STATEMENT 8.02

<u>Budget Reserve Fund</u>	<u>Investment Loss Trust Fund</u>	<u>Totals</u> <u>June 30, 1991</u>
\$ 290,796	\$ 45,000	\$ 360,164
		226,300
		2,602
1,798	45	1,843
		671
		215
10,059	79	11,085
		600
		489,490
<u>\$ 302,653</u>	<u>\$ 45,124</u>	<u>\$ 1,092,970</u>
\$	\$	\$
	90	5,277
		3,242
		1,655
		2
		21
		52
		222
<u>0</u>	<u>90</u>	<u>10,471</u>
	21	70
		381
		509,016
302,653		225,366
	45,013	302,653
		45,013
<u>302,653</u>	<u>45,034</u>	<u>1,082,499</u>
<u>\$ 302,653</u>	<u>\$ 45,124</u>	<u>\$ 1,092,970</u>
(See Note 1M)		

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 EXPENDABLE TRUST FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 8.03

	Memorial Scholarship Fund	Alaska Permanent Fund Dividend Fund	Unemployment Compensation Fund
Revenues:			
Taxes	\$	\$	\$
Rents and Royalties			
Contributions	133		136,551
Interest and Investment Income	1		19,395
Interagency Receipts			
Other		2,352	
Total Revenues	134	2,352	155,946
Expenditures:			
Current Operating:			
General Government	1	4,277	
Health and Social Services		488,334	121,963
Total Expenditures	1	492,611	121,963
Other Financing Sources (Uses):			
Operating Transfers (Out)		(3,159)	
Operating Transfers In		490,583	
Total Other Financing Sources (Uses)	0	487,424	0
Excess of Revenues and Other Sources Over (Under) Expenditures and Other Uses	133	(2,835)	33,983
Fund Balances, Beginning of Year	248	512,058	189,639
Prior Period Adjustment		(158)	
Residual Equity Transfer In			1,744
Fund Balances, End of Year	\$ 381	\$ 509,065	\$ 225,366

The notes to the financial statements are an integral part of this statement.

STATEMENT 8.03

Budget Reserve Fund	Investment Loss Trust Fund	Totals Year Ended
		June 30, 1991
\$ 66,722	\$	\$ 66,722
224,789		224,789
		136,684
5,964	124	25,484
	90	90
		2,352
297,475	214	456,121
	180	4,458
		610,297
0	180	614,755
(27,000)		(30,159)
30,000		520,583
3,000	0	490,424
300,475	34	331,790
		701,945
2,178		2,020
	45,000	46,744
\$ 302,653	\$ 45,034	\$ 1,082,499
(See Note 1M)		

STATE OF ALASKA
COMBINING BALANCE SHEET
NONEXPENDABLE TRUST FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 8.04

	Public School Fund	Alaska Permanent Fund	Mental Health Trust Fund	Alaska Science and Technology Endowment Fund	Totals June 30, 1991
ASSETS:					
Cash and Investments	\$ 104,069	\$ 11,915,098	\$ 101,922	\$	\$ 12,121,089
Accounts Receivable - Net		31,358	964		32,322
Interest and Dividends Receivable	1,660	171,950			173,610
Due from General Fund	716	16,843			17,559
Due from Alaska Permanent Fund				113,271	113,271
Prepaid Expenses		72			72
Property and Equipment		116	2,757		2,873
Total Assets	<u>\$ 106,445</u>	<u>\$ 12,135,437</u>	<u>\$ 105,643</u>	<u>\$ 113,271</u>	<u>\$ 12,460,796</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Warrants Outstanding	\$	\$	\$ 598	\$	\$ 598
Accounts Payable		39,660	957		40,617
Due to General Fund	398	3,750	3,758		7,906
Due to Alaska Permanent Fund Dividend Fund		489,490			489,490
Due to Science and Technology Endowment Fund		113,271			113,271
Total Liabilities	<u>398</u>	<u>646,171</u>	<u>5,313</u>	<u>0</u>	<u>651,882</u>
Fund Balances:					
Reserved for:					
Nonexpendable Trust Corpus	95,721	10,888,215	70	100,000	11,084,006
Other Specific Trust Purposes	10,326	601,051	100,260	13,271	724,908
Total Fund Balances	<u>106,047</u>	<u>11,489,266</u>	<u>100,330</u>	<u>113,271</u>	<u>11,808,914</u>
Total Liabilities and Fund Balances	<u>\$ 106,445</u>	<u>\$ 12,135,437</u>	<u>\$ 105,643</u>	<u>\$ 113,271</u>	<u>\$ 12,460,796</u>

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCES
 NONEXPENDABLE TRUST FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 8.05

	Public School Fund	Alaska Permanent Fund	Mental Health Trust Fund	Alaska Science and Technology Endowment Fund	Totals Year Ended June 30, 1991
Operating Revenues:					
Charges for Service	\$	\$	\$ 6,417	\$	\$ 6,417
Interest and Investment Income	8,417	851,135	2,945		862,497
Realized Gains on Investments		188,925			188,925
Total Operating Revenues	8,417	1,040,060	9,362	0	1,057,839
Operating Expenses:					
Operating	118	9,524	27,970	468	38,080
Benefit Payments			54,340		54,340
Depreciation		59			59
Total Operating Expenses	118	9,583	82,310	468	92,479
Operating Income (Loss)	8,299	1,030,477	(72,948)	(468)	965,360
Nonoperating Revenues:					
Revenues		8,901	1,524		10,425
Operating Grants			4,446		4,446
Total Nonoperating Revenues	0	8,901	5,970	0	14,871
Income (Loss) before Operating Transfers	8,299	1,039,378	(66,978)	(468)	980,231
Operating Transfers (Out)	(7,015)	(502,140)	(103,831)		(612,986)
Operating Transfers In			176,834	8,901	185,735
Net Income	1,284	537,238	6,025	8,433	552,980
Fund Balances, Beginning of Year	96,282	10,517,023	94,305	72,838	10,780,448
Prior Period Adjustment	150				150
Residual Equity Transfer In	8,331	435,005		32,000	475,336
Fund Balances, End of Year	\$ 106,047	\$ 11,489,266	\$ 100,330	\$ 113,271	\$ 11,808,914

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF CHANGES IN FINANCIAL POSITION - CASH FLOWS BASIS
 NONEXPENDABLE TRUST FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 8.06

	Public School Fund	Alaska Permanent Fund	Mental Health Trust Fund	Alaska Science and Technology Endowment Fund	Totals Year Ended June 30, 1991
Cash Flows from Operating Activities:					
Net Income (Loss)	\$ 1,284	\$ 537,238	\$ 6,025	\$ 8,433	\$ 552,980
Adjustments to Reconcile Net Income (Loss) to Net Cash Provided by Operating Activities:					
Increase (Decrease) in Accounts Payable		(58,557)	(573)		(59,130)
Increase (Decrease) in Due to Other Funds	398		3,758		4,156
Decrease (Increase) in Due from Other Funds	(493)		5,564		5,071
Decrease (Increase) in Accounts Receivable		(134)	(101)		(235)
Decrease (Increase) in Interest and Dividends Receivable	(321)	-(6,530)			(6,851)
Decrease (Increase) in Prepaid Expenses		(18)			(18)
Depreciation of Fixed Assets		59			59
Increase (Decrease) in Warrants Outstanding			264		264
Net Cash Provided by Operating Activities	868	472,058	14,937	8,433	496,296
Cash Flows from Investing Activities:					
Proceeds from Sale of Investments		290,318			290,318
Purchase of Investments	(107)	(1,197,271)			(1,197,378)
Undistributed Real Estate Income		(4,008)			(4,008)
Amortization		(3,775)			(3,775)
Purchase of Fixed Assets		(70)	(508)		(578)
Net Cash Provided by Investing Activities	(107)	(914,806)	(508)	0	(915,421)
Cash Flows from Financing Activities:					
Non-capital Financing Activities:					
Due to General Fund		250			250
Due from General Fund		(6,497)			(6,497)
Due to Permanent Fund Dividend Fund		2,006			2,006
Due from Alaska Permanent Fund				(40,433)	(40,433)
Due to Science and Technology Endowment Fund		40,433			40,433
Residual Equity Transfer	8,331	435,005		32,000	475,336
Net Cash Provided by Financing Activities	8,331	471,197	0	(8,433)	471,095
Net Increase in Cash	9,092	28,449	14,429	0	51,970
Cash, Beginning of Year	94,720	97,353	87,493		279,566
Prior Period Adjustment	150				150
Cash, End of Year	\$ 103,962	\$ 125,802	\$ 101,922	\$ 0	\$ 331,686

(See Note 1L) (See Note 1L)

The notes to the financial statements are an integral part of this statement.

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STATE OF ALASKA
COMBINING BALANCE SHEET
PENSION TRUST FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 8.07

	Public Employees' Retirement System	Teachers' Retirement System	Judicial Retirement System	Military Retirement System	Totals June 30, 1991
ASSETS:					
Cash and Investments	\$ 2,965,516	\$ 1,790,769	\$ 31,335	\$ 3,728	\$ 4,791,348
Accounts Receivable	27,316	19,358	176		46,850
Interest and Dividends Receivable	29,711	17,203	476	76	47,466
Total Assets	<u>\$ 3,022,543</u>	<u>\$ 1,827,330</u>	<u>\$ 31,987</u>	<u>\$ 3,804</u>	<u>\$ 4,885,664</u>
LIABILITIES AND FUND BALANCES:					
Liabilities:					
Warrants Outstanding	\$ 2,980	\$ 1,190	\$ 15	\$ 87	\$ 4,272
Accounts Payable	2,022	1,477	4		3,503
Total Liabilities	<u>5,002</u>	<u>2,667</u>	<u>19</u>	<u>87</u>	<u>7,775</u>
Fund Balances:					
Reserved for Retirement Systems	<u>3,017,541</u>	<u>1,824,663</u>	<u>31,968</u>	<u>3,717</u>	<u>4,877,889</u>
Total Liabilities and Fund Balances	<u>\$ 3,022,543</u>	<u>\$ 1,827,330</u>	<u>\$ 31,987</u>	<u>\$ 3,804</u>	<u>\$ 4,885,664</u>

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND BALANCES
 PENSION TRUST FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 8.08

	Public Employees' Retirement System	Teachers' Retirement System	Judicial Retirement System	Military Retirement System	Totals Year Ended June 30, 1991
Operating Revenues:					
Contributions	\$ 208,888	\$ 98,041	\$ 2,709	\$ 781	\$ 310,419
Investment Income	202,065	122,849	2,716	436	328,066
Total Operating Revenues	410,953	220,890	5,425	1,217	638,485
Operating Expenses:					
Operating	5,019	3,966	66	35	9,086
Benefit Payments	122,983	95,097	1,994	1,342	221,416
Refunds	11,965	3,510			15,475
Total Operating Expenses	139,967	102,573	2,060	1,377	245,977
Net Income (Loss)	270,986	118,317	3,365	(160)	392,508
Fund Balances, Beginning of Year	2,746,555	1,706,346	27,943	3,788	4,484,632
Prior Period Adjustment			660	89	749
Fund Balances, End of Year	\$ 3,017,541	\$ 1,824,663	\$ 31,968	\$ 3,717	\$ 4,877,889

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
COMBINING BALANCE SHEET
ALL AGENCY FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 8.09

	Deferred Compensation Fund	Public Advocacy Fund	Wage and Hour Fund	Deposits, Suspense, and Miscellaneous Fund	Totals June 30, 1991
ASSETS:					
Cash and Cash Equivalents Due from General Fund	\$ 121,001	\$ 2,140	\$ 168	\$ 53,460 2,155	\$ 176,769 2,155
Total Assets	<u>\$ 121,001</u>	<u>\$ 2,140</u>	<u>\$ 168</u>	<u>\$ 55,615</u>	<u>\$ 178,924</u>
LIABILITIES:					
Warrants Outstanding	\$	\$ 214	\$ 20	\$ 3,374	\$ 3,608
Accounts Payable		25		1,176	1,201
Due to General Fund		12	3		15
Amounts Held in Custody for Others	<u>121,001</u>	<u>1,889</u>	<u>145</u>	<u>51,065</u>	<u>174,100</u>
Total Liabilities	<u>\$ 121,001</u>	<u>\$ 2,140</u>	<u>\$ 168</u>	<u>\$ 55,615</u>	<u>\$ 178,924</u>

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
 ALL AGENCY FUNDS
 For the Fiscal Year Ended June 30, 1991
 (Stated in Thousands)

STATEMENT 8.10

	Balance July 1, 1990	Additions	Deductions	Balance June 30, 1991
DEFERRED COMPENSATION FUND				
ASSETS:				
Cash and Investments	\$ 111,086	\$ 9,915	\$ 0	\$ 121,001
LIABILITIES:				
Amounts Held in Custody for Others	\$ 111,086	\$ 9,915	\$ 0	\$ 121,001
PUBLIC ADVOCACY FUND				
ASSETS:				
Cash and Investments	\$ 2,411	\$ 0	\$ 271	\$ 2,140
LIABILITIES:				
Warrants Outstanding	\$ 82	\$ 132	\$	\$ 214
Accounts Payable	13	12		25
Due to General Fund	2	10		12
Amounts Held in Custody for Others	2,314		425	1,899
Total Liabilities	\$ 2,411	\$ 154	\$ 425	\$ 2,140
WAGE AND HOUR FUND				
ASSETS:				
Cash and Investments	\$ 167	\$ 1	\$ 0	\$ 168
LIABILITIES:				
Warrants Outstanding	\$ 14	\$ 6	\$	\$ 20
Accounts Payable	20		20	0
Due to General Fund	1	2		3
Amounts Held in Custody for Others	132	13		145
Total Liabilities	\$ 167	\$ 21	\$ 20	\$ 168
DEPOSITS, SUSPENSE, AND MISCELLANEOUS FUND				
ASSETS:				
Cash and Investments	\$ 48,097	\$ 5,363	\$	\$ 53,460
Due from General Fund	2,327		172	2,155
Total Assets	\$ 50,424	\$ 5,363	\$ 172	\$ 55,615
LIABILITIES:				
Warrants Outstanding	\$ 1,733	\$ 1,641	\$	\$ 3,374
Accounts Payable	1,627		451	1,176
Amounts Held in Custody for Others	47,064	4,001		51,065
Total Liabilities	\$ 50,424	\$ 5,642	\$ 451	\$ 55,615
TOTALS - ALL AGENCY FUNDS				
ASSETS:				
Cash and Investments	\$ 161,761	\$ 15,279	\$ 271	\$ 176,760
Due from General Fund	2,327		172	2,155
Total Assets	\$ 164,088	\$ 15,279	\$ 443	\$ 178,824
LIABILITIES:				
Warrants Outstanding	\$ 1,829	\$ 1,779	\$	\$ 3,608
Accounts Payable	1,660	12	471	1,201
Due to General Fund	3	12		15
Amounts Held in Custody for Others	160,596	13,929	425	174,100
Total Liabilities	\$ 164,088	\$ 15,732	\$ 896	\$ 178,824

The notes to the financial statements are an integral part of this statement.

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**GENERAL FIXED ASSETS
ACCOUNT GROUP**

STATE OF ALASKA
 STATEMENT OF GENERAL FIXED ASSETS BY SOURCE
 June 30, 1991
 (Stated in Thousands)

STATEMENT 9.01

GENERAL FIXED ASSETS:

Land	\$ 17,141,469
Buildings	1,589,939
Improvements other than Buildings	120,713
Equipment	408,598
Construction in Progress	346,807
Total General Fixed Assets	<u>\$ 19,607,526</u>

SOURCE OF INVESTMENT IN GENERAL FIXED ASSETS:

General Obligation Bonds	\$ 1,173,785
Alaska State Housing Authority Bonds	201,270
Federal Grants	2,889,197
General Fund Revenues	1,281,103
Federal Land Grants (See Note 1H)	13,984,481
Other	77,690
Total Investment in General Fixed Assets	<u>\$ 19,607,526</u>

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
STATEMENT OF GENERAL FIXED ASSETS BY DEPARTMENT
June 30, 1991
(Stated in Thousands)

STATEMENT 9.02

	Land	Buildings	Improvements Other Than Buildings	Equipment	Totals June 30, 1991
Departments:					
Office of the Governor	\$	\$ 8,357	\$	\$ 3,061	\$ 11,418
Administration	1,384	70,388	2,247	8,777	80,796
Law		8,011		2,395	10,406
Revenue		8,056		3,153	11,211
Education	2,962	454,710		32,526	460,198
Health and Social Services	2,805	132,407	2,742	8,705	146,659
Labor		11,757	14	7,559	19,330
Commerce and Economic Development		10,177	25	6,857	17,059
Military and Veterans' Affairs	100,475	102,079	10,842	1,909	215,305
Natural Resources	17,029,905	29,768	5,398	12,588	17,077,659
Fish and Game	3,885	82,459	10,703	31,499	128,546
Public Safety	53	32,916	127	24,938	58,034
Environmental Conservation		11,187	311	5,627	17,125
Corrections		189,866		31,103	220,969
Community and Regional Affairs		3,266		1,794	5,060
Transportation and Public Facilities		365,781	88,304	214,215	668,300
Ombudsmen				111	111
Legislative Affairs		10,470		6,397	16,867
Legislative Finance				486	486
Legislative Audit		607		557	1,164
Alaska Court System		57,677		6,339	64,016
Total Fixed Assets Allocated to Departments	\$ 17,141,469	\$ 1,589,939	\$ 120,713	\$ 406,598	18,260,719
Construction in Progress					346,807
Total General Fixed Assets (See Note 1H)					\$ 18,607,526

The notes to the financial statements are an integral part of this statement.

**GENERAL LONG-TERM DEBT
ACCOUNT GROUP**

STATE OF ALASKA
STATEMENT OF CHANGES IN GENERAL LONG-TERM DEBT
For the Fiscal Year Ended June 30, 1991
(Stated in Thousands)

STATEMENT 10.01

	Balance July 1, 1990	Issuances and Other Increases	Retirements and Other Decreases	Balance June 30, 1991
AMOUNT AVAILABLE AND TO BE PROVIDED FOR THE PAYMENT OF GENERAL LONG-TERM DEBT:				
Amount Available In Debt Service Funds	\$ 1,337	\$ 21,733	\$ 22,274	\$ 796
Amount to be Provided for Retirement of General Long-Term Debt	<u>527,743</u>	<u>66,310</u>	<u>132,490</u>	<u>461,563</u>
Total Available and to be Provided	<u>\$ 529,080</u>	<u>\$ 88,043</u>	<u>\$ 154,764</u>	<u>\$ 462,359</u>
GENERAL LONG-TERM DEBT:				
Capital Leases Payable	\$ 23,889	\$ 579	\$ 6,712	\$ 17,756
Certificates of Participation	46,893		1,607	45,286
Lease Revenue Bonds	3,415		100	3,315
Serial Bonds Payable	290,531		77,499	213,032
Accrued Vacation Leave	66,611	56,404	52,479	70,536
Claims and Judgments	<u>97,741</u>	<u>31,060</u>	<u>16,367</u>	<u>112,434</u>
Total General Long-Term Debt	<u>\$ 529,080</u>	<u>\$ 88,043</u>	<u>\$ 154,764</u>	<u>\$ 462,359</u>

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
STATEMENT OF BONDED INDEBTEDNESS
GENERAL OBLIGATION BONDS
June 30, 1991
(Stated in Thousands)

STATEMENT 10.02

	<u>June 30, 1991</u>
AMOUNT AVAILABLE AND TO BE PROVIDED:	
Available in Debt Service Fund	\$ 796
To be Provided	<u>212,236</u>
Total Amount Available and to be Provided	<u>\$ 213,032</u>
BOND PRINCIPAL LIABILITY:	
Serial Bonds	<u>\$ 213,032</u>

The notes to the financial statements are an integral part of this statement.

STATE OF ALASKA
SCHEDULE OF DEBT SERVICE BY FISCAL YEAR
GENERAL OBLIGATION BONDS
June 30, 1991
(Stated in Thousands)

STATEMENT 10.03

Year	Principal	Interest	Total Debt Service to Maturity	Redemption Reserve	Required By Fiscal Year
1959	\$	\$	\$	\$	\$
1960	30	66	66		66
1961	93	99	129		129
1962	311	91	184		184
1963	566	738	1,049		1,049
1964	587	857	1,423		1,423
1965	877	1,299	1,886		1,886
1966	1,202	1,353	2,230		2,230
1967	1,248	1,307	2,509		2,509
1968	1,778	1,478	2,726		2,726
1969	3,761	2,877	4,655		4,655
1970	3,770	4,058	7,819	9	7,810
1971	7,971	5,536	9,306		9,306
1972	9,705	7,331	15,302		15,302
1973	11,365	9,793	19,498		19,498
1974	12,352	12,147	23,512		23,512
1975	13,018	14,030	26,382		26,382
1976	12,500	17,126	30,144		30,144
1977	12,915	22,615	35,115	11	35,104
1978	18,795	28,969	41,884	23	41,859
1979	25,710	31,233	50,028	93	49,935
1980	38,780	34,314	60,024	228	59,796
1981	55,545	36,292	75,072	1,276	73,796
1982	58,765	42,087	97,632		97,632
1983	81,230	38,694	97,459		97,459
1984	100,175	62,394	143,624	1,136	142,488
1985	107,860	66,162	166,337	390	165,947
1986	109,265	61,664	169,524		169,524
1987	108,380	53,979	163,244		163,244
1988	108,685	46,512	154,892	9	154,883
1989	103,727	39,221	147,906	67	147,839
1990	95,560	31,785	135,512		135,512
1991	77,499	24,746	120,306		120,306
1992	56,149	17,984	95,483		95,483
1993	51,363	12,052	68,201		68,201
1994	28,398	8,325	59,688		59,688
1995	19,096	5,532	33,930		33,930
1996	18,610	3,988	23,084		23,084
1997	14,865	2,864	21,474		21,474
1998	13,380	1,801	16,666		16,666
1999	8,640	1,008	14,388		14,388
2000	2,531	369	9,009		9,009
		69	2,600		2,600
Total	1,397,057	754,845	2,151,902	3,244	2,148,658
Paid as of End of Year	1,184,025	718,837	1,902,862	3,244	1,899,618
Remaining Liability at End of Year	\$ 213,032	\$ 36,008	\$ 249,040	\$ 0	\$ 249,040

COLLEGE AND UNIVERSITY FUNDS

STATE OF ALASKA
COMBINING BALANCE SHEET
ALL COLLEGE AND UNIVERSITY FUNDS
June 30, 1991
(Stated in Thousands)

STATEMENT 11.01

	Current Funds		Student Loan Funds
	Unrestricted	Restricted	
ASSETS:			
Cash and Investments	\$ 41,425	\$ 29	\$ 74
Assets in Trust			
Accounts and Notes Receivable, Net	8,405	10,076	583
State Appropriations Receivable			
Due From Other Funds	4,767		106
Inventories	6,097		
Investment in Plant			
Other Assets	396		
Total Assets	<u>\$ 61,090</u>	<u>\$ 10,105</u>	<u>\$ 763</u>
LIABILITIES AND FUND BALANCES:			
Liabilities:			
Accounts Payable and Accrued Expenses	\$ 32,304	\$	\$
Accrued Annual Leave	6,444		
Deposits Held in Custody for Others			
State Appropriations Lapsed	449		
Due To Other Funds		6,973	
Long-Term Debt			
Total Liabilities	<u>39,197</u>	<u>6,973</u>	<u>0</u>
Fund Balances:			
Net Investment in Plant			
Reserved		3,132	763
Unreserved:			
Designated	18,889		
Undesignated	3,004		
Total Fund Balances	<u>21,893</u>	<u>3,132</u>	<u>763</u>
Total Liabilities and Fund Balances	<u>\$ 61,090</u>	<u>\$ 10,105</u>	<u>\$ 763</u>

The notes to the financial statements are an integral part of this statement.

STATEMENT 11.01

Endowment And Similar Funds	Plant Funds	Agency Funds	Totals June 30, 1991
\$ 19,231	\$ 47,020	\$ 6	\$ 107,785
1	42	63,360	63,360
918	16,985	30	19,137
308	480	702	16,985
419	624,560		6,973
			6,097
			624,868
			815
<u>\$ 20,877</u>	<u>\$ 689,087</u>	<u>\$ 64,098</u>	<u>\$ 846,020</u>
\$ 9	\$ 4,682	\$ 2	\$ 36,997
		64,096	6,444
			64,096
			449
			6,973
	22,376		22,376
<u>9</u>	<u>27,058</u>	<u>64,098</u>	<u>137,335</u>
20,757	602,040		602,040
111	59,989		64,641
			19,000
			3,004
<u>20,868</u>	<u>662,029</u>	<u>0</u>	<u>708,685</u>
<u>\$ 20,877</u>	<u>\$ 689,087</u>	<u>\$ 64,098</u>	<u>\$ 846,020</u>

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STATISTICAL SECTION

STATE OF ALASKA
GOVERNMENTAL EXPENDITURES BY FUNCTION
Last Ten Fiscal Years
June 30, 1991
(Stated in Thousands)

TABLE 1

<u>Fiscal Year</u>	<u>General Government</u>	<u>Education</u>	<u>Health and Social Services</u>	<u>Law, Justice, and Public Protection</u>	<u>Natural Resources</u>
1982	\$1,005,535	\$ 581,494	\$ 332,123	\$ 191,926	\$ 159,064
1983	649,947	628,673	322,650	220,188	192,410
1984	229,692	684,810	358,453	247,739	154,289
1985	210,988	727,242	437,247	250,742	162,964
1986	245,384	756,837	447,889	281,414	176,400
1987	185,777	706,295	476,760	252,608	156,075
1988	180,545	688,313	517,364	280,993	153,915
1989	178,972	695,091	543,537	293,976	175,509
1990	168,574	742,255	586,323	316,359	240,668
1991	137,608	771,450	594,996	335,568	233,096

NOTE: Includes General Fund and Special Revenue funds.

TABLE 1

<u>Development</u>	<u>Transportation</u>	<u>Capital Outlay</u>	<u>Debt Service</u>	<u>Intergovernmental</u>	<u>Totals</u>
\$ 431,881	\$ 220,748	\$ 471,141	\$ 102,356	\$ 372,692	\$ 3,868,960
147,431	233,436	705,071	142,518	442,786	3,685,110
132,979	232,505	516,004	165,994	469,764	3,192,229
56,689	234,661	669,475	169,951	552,904	3,472,863
213,310	231,579	617,088	163,277	331,525	3,464,703
56,060	197,125	374,457	154,952	340,981	2,901,090
62,475	221,287	357,980	147,864	223,523	2,834,259
72,877	222,940	335,449	142,622	187,533	2,848,506
63,715	179,550	285,177	131,874	159,951	2,874,446
47,935	174,207	292,859	73,208	168,034	2,828,961

STATE OF ALASKA
 AVAILABLE FUND BALANCE
 GENERAL FUND
 Fiscal Years 1959 - 1991
 June 30, 1991
 (Stated in Thousands)

TABLE 2

<u>Fiscal Year</u>	<u>Available Fund Balance</u>
1959	\$ 4,211
1960	10,804
1961	9,761
1962	24,372
1963	36,987
1964	20,244
1965	28,408
1966	29,292
1967	23,762
1968	22,585
1969	7,410
1970	789,994
1971	836,535
1972	761,270
1973	644,461
1974	516,940
1975	379,306
1976	504,851
1977	668,165
1978	651,093
1979	684,281
1980	1,549,357
1981	821,117
1982	(1,777,400)
1983	(520,095)
1984	(133,471)
1985	(213,941)
1986	(196,033)
1987	13,694
1988	224,012
1989	162,715
1990	300,133
1991	696,257

STATE OF ALASKA
REVENUES BY SOURCE
GENERAL FUND
Last Ten Fiscal Years
June 30, 1991
(Stated in Thousands)

TABLE 3

<u>Fiscal Year</u>	<u>Taxes</u>	<u>Licenses and Permits</u>	<u>Intergovernmental</u>	<u>Charges For Service</u>	<u>Rents and Royalties</u>	<u>Other</u>	<u>Total</u>
1982	\$ 2,510,355	\$ 23,729	\$ 444,503	\$ 40,618	\$ 1,173,563	\$ 281,291	\$ 4,474,059
1983	2,010,243	25,737	471,730	39,533	1,131,810	345,616	4,024,669
1984	1,938,066	26,785	478,470	42,248	1,074,242	376,079	3,935,890
1985	1,856,790	29,273	527,123	44,219	1,063,863	255,511	3,776,779
1986	1,797,423	31,020	650,415	18,426	817,136	243,792	3,558,212
1987	1,022,782	29,212	609,207	43,206	490,949	153,366	2,348,722
1988	1,209,643	28,390	858,324	36,816	706,949	152,594	2,992,716
1989	1,367,877	28,464	992,363	46,011	622,999	110,837	3,168,551
1990	1,506,685	27,834	733,739	47,951	1,025,356	120,596	3,462,161
1991	1,764,155	29,089	588,066	86,755	1,421,822	104,312	3,994,199

STATE OF ALASKA
TAX REVENUES BY SOURCE
GENERAL FUND
Last Ten Fiscal Years
June 30, 1991
(Stated in Thousands)

TABLE 4

<u>Fiscal Year</u>	<u>Income Tax</u>	<u>Business and Licenses Tax</u>	<u>Fuel Tax</u>	<u>Conservation Tax, Oil-Gas Production Tax, and Severance Tax</u>
1982	\$ 701,077	\$ 5,477	\$ 30,166	\$ 1,604,629
1983	267,846	6,949	36,675	1,517,836
1984	305,773	19,906	32,169	1,415,723
1985	205,889	38,815	35,972	1,411,970
1986	145,655	2,059	36,076	1,459,740
1987	141,324	1,530	32,138	699,344
1988	181,836	1,359	33,676	852,294
1989	460,035	1,025	37,255	738,895
1990	185,317	58	41,500	1,139,558
1991	256,030	2	39,917	1,325,898

<u>Cigarette Tax</u>	<u>Property Tax</u>	<u>Other Taxes</u>	<u>Total</u>
\$ 1,827	\$ 141,712	\$ 25,467	\$ 2,510,355
1,984	152,580	26,373	2,010,243
2,035	131,050	31,410	1,938,066
1,984	128,442	33,718	1,856,790
4,938	113,510	35,445	1,797,423
6,657	102,491	39,298	1,022,782
6,102	96,225	38,151	1,209,643
6,360	89,713	34,594	1,367,877
10,950	89,841	39,461	1,506,685
13,993	85,007	43,308	1,764,155

STATE AID AND SHARED REVENUE TO DISTRICT SCHOOLS

Last Ten Fiscal Years

June 30, 1991

(Stated in Thousands)

<u>Fiscal Year</u>	<u>Education Foundation Program (a)</u>	<u>Cigarette Tax</u>	<u>Transportation Aid</u>	<u>Debt Retirement</u>	<u>Non-Resident Pupil Tuition</u>
1982	\$ 340,826	\$ 2,500	\$ 18,814	\$ 38,262	\$ 2,722
1983	415,211	7,000	19,980	56,170	2,962
1984	428,772	2,500	20,802	90,487	2,889
1985	466,675	2,500	24,689	94,735	3,318
1986	491,159	2,500	23,131	106,316	3,761
1987	414,729	3,500	23,713	115,845	2,125
1988	437,438	3,500	21,269	109,473	2,616
1989	456,496	3,500	25,121	109,034	2,604
1990	494,018	2,700	24,737	110,675	2,222
1991	526,467	2,600	24,737	116,689	2,407

(a) Teachers' Retirement:

In 1988 the legislature passed a law which changed the way the teachers' retirement was reported. The employer is now responsible and the funding is put directly into the Education Foundation Program.

(b) Other Aids include:

1.	Instructional Services in handicapped schools	\$ 2,773
2.	Instructional programs for youth in detention	800
3.	Support of children attending school in Canada	<u>118</u>
		<u>\$ 3,691</u>

(c) Not stated in thousands of dollars.

<u>Teachers' Retirement (a)</u>	<u>Other Aids (b)</u>	<u>Total</u>	<u>Average Daily Membership (1st Qtr) (c)</u>	<u>State Aid Cost Ratio Per Pupil (c)</u>
\$ 26,538	\$ 4,015	\$ 433,677	89,848	\$ 4,827
27,236	5,427	533,986	87,930	6,073
32,229	5,255	582,934	91,695	6,357
33,832	5,690	631,439	100,235	6,300
32,639	5,245	664,751	103,159	6,444
26,856	5,677	592,445	103,116	5,745
0	3,803	578,099	101,142	5,716
0	3,524	600,279	103,040	5,826
0	3,423	637,775	105,662	6,036
0	3,691	676,591	110,365	6,130

Values Within Incorporated Cities and Boroughs (a)				
Calendar Year	Real Property		Personal Property	
	Assessed Value	Full Value	Assessed Value	Full Value
1981	\$ 11,975,112	\$ 13,722,022	\$ 1,650,796	\$ 2,887,631
1982	14,491,217	17,400,070	1,729,485	3,414,086
1983	17,581,167	18,858,759	2,044,556	4,313,748
1984	19,695,483	21,646,011	2,790,383	4,758,517
1985	23,542,371	24,943,443	2,940,679	4,941,463
1986	28,119,889	30,201,180	2,458,994	5,274,121
1987	21,533,173	24,757,904	2,558,997	4,887,764
1988	18,181,773	20,187,200	1,954,106	4,353,725
1989	16,415,505	18,090,133	1,995,631	4,326,279
1990	16,503,285	18,091,094	2,263,406	4,671,988

- (a) Information obtained from "Alaska Taxable 1990", Municipal Property Assessments and Equalized Full Value Determinations, chart on Local Assessment vs. Full Value, a yearly report from the Department of Community and Regional Affairs, Division of Local Government Assistance.
- (b) Information obtained from "Alaska Taxable 1990", Full Value Determination Summary, Full Value column. Includes oil and gas property (AS 43.56).

Total		Cities, Boroughs, and Unincorporated Areas (b)	Ratio of Total Assessed to Total Full Value	
Assessed Value	Full Value	Full Value	Cities & Boroughs	All Areas
\$13,625,908	\$16,609,653	\$29,780,286	82.0%	45.8%
16,220,702	20,814,156	35,226,939	77.9%	46.1%
19,625,723	23,172,507	39,090,395	84.7%	50.2%
22,485,866	26,404,528	45,009,767	85.2%	50.0%
26,483,050	29,884,906	48,915,237	88.6%	54.1%
30,578,883	35,475,301	55,026,321	86.2%	55.6%
24,092,170	29,645,668	47,905,578	81.3%	50.3%
20,135,879	24,540,925	42,250,309	82.1%	47.7%
18,411,136	22,416,412	39,563,980	82.1%	46.5%
18,766,691	22,763,082	39,668,486	82.4%	47.3%

STATE OF ALASKA
 SCHEDULE OF NET GENERAL BONDED DEBT/PROPERTY VALUE RATIOS AND PER CAPITA
 Last Ten Years
 June 30, 1991
 (Stated in Thousands)

TABLE 7

<u>Calendar Year</u>	<u>Population (a)(d)</u>	<u>Assessed Value Cities and Boroughs (b)</u>	<u>Full Value Cities, Boroughs & Unincorporated Areas (c)</u>	<u>Gross General Bonded Debt</u>
1981	435,200	\$ 13,625,908	\$ 29,780,286	\$ 701,178
1982	460,800	16,220,702	35,226,939	842,413
1983	510,554	19,625,723	39,090,395	946,183
1984	523,048	22,485,866	45,009,767	924,008
1985	539,600	26,483,050	48,915,237	816,148
1986	545,158	30,578,883	55,026,321	706,883
1987	537,800	24,092,170	47,905,578	598,503
1988	531,000	20,135,879	42,250,309	489,818
1989	534,400	18,411,136	39,563,980	386,091
1990	550,043	18,766,692	39,668,486	290,531

- (a) Population figures are taken from the Alaska Population Overview published by the Department of Labor, Research and Analysis Section. In 1982, a major revision of trend numbers was undertaken in order to provide consistent sets of data. This data now presents the resident population of Alaska under exactly the same concept and definitions used by the U.S. Bureau of the Census for the 1980 Decennial Census of Alaska.
- (b) "Assessed Values: Local assessed property values taxable under provisions of municipal ordinance and state law. (AS 29.45)" Definition from "Alaska Taxable 1990," Municipal Property Assessments and Equalized Full Value Determinations, compiled by the Department of Community and Regional Affairs, Division of Local Government Assistance, January 1990, p. 18. Local assessed value for real and personal property not including oil and gas property (AS 43.56). Figures taken from "Alaska Taxable 1990," p. 26.
- (c) "Full Value, AS 29.45: The full value of real and personal property taxable under provisions of local ordinance and state law as equalized by the Department of Community and Regional Affairs in conformity with uniform standards defined in Attorney General Opinion No. 18, 1962." Also, "Full Value, AS 43.56: The assessed value of oil and gas exploration, production and pipeline transportation property as determined by the Petroleum Revenue Division, Department of Revenue." "Alaska Taxable 1990," p. 27. Figures taken from "Alaska Taxable 1990," Table IV, "Full Value Determination." p. 30.
- (d) Not stated in thousands of dollars.

TABLE 7

<u>Less Debt Service Funds</u>	<u>Net General Bonded Debt</u>	<u>Ratio of Net General Bonded Debt to Assessed Value Cities & Boroughs</u>	<u>Ratio of Net General Bonded Debt to Full Value - Cities Boroughs and Unincorporated Areas</u>	<u>Net General Bonded Debt Per Capita (d)</u>
\$ 76	\$ 701,102	5.1%	2.4%	\$ 1,611
361	842,052	5.2%	2.4%	1,827
70	946,113	4.8%	2.4%	1,853
70	923,938	4.1%	2.1%	1,766
70	816,078	3.1%	1.7%	1,512
70	706,813	2.3%	1.3%	1,297
67	598,436	2.5%	1.2%	1,113
4,661	485,157	2.4%	1.1%	914
0	386,091	2.1%	1.0%	723
1,337	289,194	1.5%	0.7%	526

RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT
TO TOTAL GENERAL FUND EXPENDITURES AND UNRESTRICTED REVENUES

Last Ten Fiscal Years

June 30, 1991

(Stated in Thousands)

Fiscal Year	Principal	Interest	Total Debt Service	Total General Fund		Ratio of Debt Service To General Fund	
				Expenditures	Unrestricted Revenues	Expenditures	Unrestricted Revenues
1982	\$ 58,765	\$ 38,694	\$ 97,459	\$ 4,005,604	\$ 4,052,956	2.4%	2.4%
1983	81,230	62,394	143,624	3,846,442	3,587,757	3.7%	4.0%
1984	100,175	66,161	166,336	3,388,629	3,472,801	4.9%	4.8%
1985	107,860	61,663	169,523	3,698,469	3,263,041	4.6%	5.2%
1986	109,265	53,979	163,244	3,653,359	2,912,381	4.5%	5.6%
1987	108,380	46,512	154,892	3,026,476	1,752,854	5.1%	8.8%
1988	108,685	39,221	147,906	3,054,559	2,304,835	4.8%	6.4%
1989	103,727	31,785	135,512	3,185,524	2,186,217	4.3%	6.2%
1990	95,560	24,746	120,306	2,843,470	2,741,787	4.2%	4.4%
1991	77,499	17,984	95,482	2,804,676	3,393,059	3.4%	2.8%

STATE OF ALASKA
SCHEDULE OF REVENUE BOND COVERAGE
INTERNATIONAL AIRPORT FUND
Last Ten Fiscal Years
June 30, 1991
(Stated in Thousands)

TABLE 2

Fiscal Year	Revenue	Expenses	Net Revenue Available for Debt Service	Debt Service Requirements			Ratio of Net Revenue to Debt Service Requirements
				Principal	Interest	Total	
1982	\$ 27,106	\$ 16,695	\$ 10,411	\$ 740	\$ 1,195	\$ 1,935	5.4
1983	28,045	20,300	7,745	1,245	1,150	2,395	3.2
1984	29,370	20,311	9,059	395	1,076	1,471	6.2
1985	42,548	21,998	20,550	915	5,100	6,015	3.4
1986	47,901	25,505	22,396	1,820	3,645	5,465	4.1
1987	47,508	27,450	20,058	2,005	4,915	6,920	2.9
1988	55,852	26,917	28,935	2,165	6,169	8,334	3.5
1989	60,300	29,422	30,878	2,640	5,959	8,599	3.6
1990	55,266	33,855	21,411	2,890	5,729	8,619	2.5
1991	53,300	35,242	18,058	3,140	5,478	8,618	2.1

NOTE: The revenue and expense figures for 1982 through 1986 are taken from the statement contained within the State of Alaska Annual Financial Report titled Other Agencies Enterprise Funds, Statement of Revenues, Expenses and Changes in Retained Earnings. The figures are from the accounts titled Operating Revenues and Administrative Expenses. The statement was revised in 1988 and the figures used for 1987 through 1991 are from operating revenue accounts titled Charges for Service, Interest, and Other. The figures for expenses include Personal Services, Travel and Per Diem, Contractual Services, and Materials and Supplies.

GENERAL:

Date of Incorporation: January 3, 1959

Date Constitution Adopted: April 24, 1956 (Referendum Date)

Form of Government: State

Employees as of May 31, 1991:

Merit System (classified)	12,269
Exempt, Partially Exempt, and Excluded	5,230
Marine (Ferry)	735
Teachers	112
Total Employees	<u>18,346</u>

Area - Square Miles: 586,412

Coast Line - Miles: 33,904

Number of Votes Cast Compared to Number of Registered Voters:

	<u>Voted</u>	<u>Registered</u>	<u>Percentage Voting</u>
Last General Election - November 6, 1990	197,540	300,467	65.7
Last Primary Election - August 28, 1990	144,373	283,826	50.8
Last Special Election - November 8, 1983	32,786	257,041	12.7

FIRE PROTECTION:

	<u>1991</u>	<u>1990</u>
Number of Fire Departments Registered with Fire Marshall	161	240
Number of Full-Time Firefighters	625	800
Number of Volunteer Firefighters	3,560	3,000

NOTE: Military Personnel and Units are not included.

EDUCATION:

	<u>Number</u>	<u>Number of Admin. Personnel</u>	<u>Number of Teachers</u>	<u>Initial Enrollment Students</u>	<u>Average Daily Membership</u>
Regional Education					
Attendance Areas (REAA):	21	265	1,121	13,091	12,516
Elementary				10,125	
Secondary				2,966	
Cities/Boroughs:	33	1,134	5,561	99,724	25,602
Elementary				74,638	
Secondary				25,086	
Private and Denominational Schools:	221	N/A	N/A	9,293	N/A
Elementary				8,184	
Secondary				1,109	
Ungraded				0	

NOTE: Central Correspondence Study or Mt. Edgecumbe High School data is not included.
Elementary includes Pre-elementary thru grade 8.
Secondary includes grades 9 thru 12.

EDUCATION (Continued)

Enrollment of Alaska Students
Last Ten Fiscal Years

<u>Fiscal Year</u>	<u>District Schools</u>	<u>REAA's</u>	<u>Private and Denominational Schools</u>	<u>BIA Schools</u>	<u>Central Correspondence Study</u>	<u>Mount Edgecumbe</u>	<u>Enrollment All Schools</u>
1982	77,814	11,713	4,845	2,187	-	-	96,559
1983	81,919	12,849	3,490	1,099	-	-	99,357
1984	85,364	13,116	3,868	1,005	-	-	103,353
1985	88,240	13,211	5,489	691	563	-	108,194
1986	88,788	13,968	3,953	-	995	132	107,836
1987	85,730	12,424	4,584	-	436	163	103,337
1988	87,435	13,730	5,440	-	826	170	107,601
1989	91,260	12,700	5,383	-	581	193	110,117
1990	95,472	13,150	5,588	-	470	189	114,869
1991	99,724	13,091	9,293	-	877	211	123,196

Alaska Colleges, Universities, and Community Colleges
Closing Enrollment
Last Ten Academic Years

<u>Fall Semester</u>	<u>University of Alaska Main Campuses (a)</u>	<u>University of Alaska Community Colleges (a)</u>	<u>Alaska Pacific University</u>	<u>Sheldon Jackson College</u>	<u>Alaska Bible College</u>
1981	15,310	21,702	1,355	204	73
1982	11,263	19,048	1,447	225	71
1983	12,020	19,991	1,346	215	89
1984	11,722	20,557	1,299	221	46
1985	11,988	21,734	1,410	242	62
1986	12,021	19,566	1,068	263	75
1987	28,486	575	1,119	231	78
1988	29,081	503	1,652	246	90
1989	29,963	494	1,832	280	69
1990	31,967	461	1,717	268	111

<u>Spring Semester</u>	<u>University of Alaska Main Campuses (a)</u>	<u>University of Alaska Community Colleges (a)</u>	<u>Alaska Pacific University</u>	<u>Sheldon Jackson College</u>	<u>Alaska Bible College</u>
1982	11,036	18,300	1,736	183	71
1983	11,736	20,761	1,857	204	54
1984	11,808	21,163	1,500	177	68
1985	11,677	22,426	1,692	213	75
1986	11,942	22,293	1,646	212	59
1987	11,859	18,899	1,386	242	89
1988	28,950	467	1,872	219	104
1989	29,960	386	2,077	226	98
1990	31,724	472	2,101	251	87
1991	31,672	401	2,001	272	87

(a) Starting with the fall semester of 1987, figures reflect the restructuring which has taken place at the University of Alaska. Formerly, there were eleven community colleges and three four-year institutions, rural education and cooperative extension. Now, there are three multi-campus institutions and one community college located in Prince William Sound. Previous figures counted students taking courses for audit, they are no longer included in the count.

NOTE: Enrollment figures are head count enrollments.

TRANSPORTATION:

Miles of Public Highways:

	<u>1991</u>	<u>1990</u>
<u>Land Miles:</u>		
*Federal Aid:		
Interstate	1,089	1,089
Primary	1,018	1,026
Secondary	1,785	1,697
Urban	246	232
Subtotal	<u>4,138</u>	<u>4,044</u>
State Maintenance (not Federal Aid)	1,478	1,549
Other State (DNR)	363	346
** Borough Roads	3,194	2,037
** Local City Streets	1,581	2,200
National Park, Forest and Reservation Roads	2,452	2,442
Other Roads (includes Military)	<u>279</u>	<u>61</u>
Subtotal	<u>9,347</u>	<u>8,635</u>
Total Land Miles	<u>13,485</u>	<u>12,679</u>
<u>Ferry Miles:</u>		
Federal Aid Primary	844	844
Federal Aid Secondary	640	640
Non-Federal Aid State	<u>745</u>	<u>745</u>
Total Ferry Miles	<u>2,229</u>	<u>2,229</u>
Total Miles of Public Highways	<u>15,714</u>	<u>14,908</u>

* Includes any local maintained federal aid miles.

** Unified and municipal mileage has been transferred from borough to local city mileage less any federal aid.

Total Air Carrier Activity
State of Alaska International Airports
Last Ten Fiscal Years

Fiscal Year	Landings		Passengers			Freight (tons)	
	Jets	Total	In	Out	Through	In	Out
1982	40,088	73,396	1,435,899	1,448,788	1,511,955	77,029	149,375
1983	40,420	77,640	1,581,443	1,574,204	1,473,360	77,554	131,675
1984	44,862	85,895	1,601,346	1,610,499	1,402,976	80,111	117,300
1985	46,205	91,750	1,672,719	1,680,779	1,615,647	80,031	115,347
1986	43,379	80,339	1,718,548	1,729,841	1,698,797	64,936	102,728
1987	46,598	88,059	1,616,855	1,604,435	1,670,351	57,668	100,893
1988	46,674	89,531	1,599,339	1,622,995	1,747,471	64,367	116,487
1989	49,132	90,585	1,706,782	1,724,330	1,750,986	67,850	126,062
1990	50,872	91,743	1,840,777	1,867,342	1,584,497	78,747	125,994
1991	49,512	101,142	2,029,180	2,012,655	1,117,883	89,747	146,200

RECREATION:

	1991	1990
<u>Number of Acres:</u>		
Federal Parks and Monuments	54,700,000	52,824,605
*Federal Wildlife Refuges and Conservation Areas	80,722,556	80,722,556
**Federal Forests	23,051,600	23,051,600
State Parks System	3,168,902	3,168,902
State Forests	2,057,000	2,147,360
State Public Reserves and Rivers	1,809,800	1,809,800
Other State Conservation Preserves, Game Refuges, Sanctuaries, and Critical Habitat Areas	3,000,000	2,041,724
Other Government, Local Government/Municipal	28,759	28,759
Total Number of Acres	168,538,617	165,795,306

* BLM manages 2,766,949 acres which is included in the 80,722,556.

** Will be less after full Chugach Natives Settlement and transfer of Afognak Island.

	1991	1990
<u>Number of Recreation Areas:</u>		
Playground and Game Areas	1,406	1,406
Skating Areas	268	268
Golf Courses	4	4
Outdoor Swimming Areas and Pools	30	30
Alpine Ski Areas	19	19
Picnic Units	2,333	2,333
Camp Units (Capacity 4X)	7,428	7,428
Trails (Maintained in Miles)	6,470	6,470
Boat Launching Ramps (boats at one time capacity and moorages)	560	560
Total Number of Recreation Areas	18,518	18,518

NOTE: Does not include private sector.

POPULATION:

Year	Population	Increase (Decrease)		Civilian	Military
		Number	Percent		
1939	72,524	13,246	22.3	72,024	500
1950	128,643	56,119	77.4	108,236	20,407
1960	226,167	97,524	75.8	193,475	32,692
1970	299,748	73,581	32.5	268,764	30,984
1980	401,851	102,103	34.1	379,311	22,540
1987*	537,800	(9,800)	(1.8)	513,362	24,438
1988*	531,000	(6,800)	(1.3)	506,936	24,064
1989*	534,400	3,400	.6	509,836	24,564
1990	550,043	15,643	2.9	525,398	24,645

Age Distribution of Population:

	1990	1989*	1988*	1987*	1980	1970	1960	1950	1939
Under 5	54,897	49,753	52,219	56,288	39,047	32,075	34,193	15,579	7,611
5 - 9	51,736	48,939	48,258	47,807	34,616	36,075	26,589	10,644	6,799
10 - 14	43,179	39,024	38,279	38,674	34,677	34,248	19,521	7,858	6,097
15 - 19	37,151	37,305	37,640	38,204	37,093	26,768	17,199	10,815	5,610
20 - 24	41,228	42,944	44,290	47,928	45,027	35,576	23,523	17,171	6,272
25 - 29	53,341	56,956	58,094	60,839	46,724	26,711	20,594	14,007	6,774
30 - 34	59,624	61,790	61,575	62,595	44,145	22,588	19,078	12,440	5,887
35 - 44	103,097	96,604	93,652	91,505	54,095	38,021	31,981	18,517	9,204
45 - 54	53,929	50,170	47,857	46,202	33,063	26,939	18,957	10,656	7,948
55 - 59	16,595	16,152	16,050	16,054	13,823	8,550	5,721	3,479	3,402
60 - 64	12,897	12,878	12,689	12,511	7,904	5,310	3,425	2,735	2,568
65 & over	22,369	21,885	20,397	19,193	11,637	6,887	5,386	4,742	4,101
Not reported									251
Median Age	28.4	29.4	28.9	28.3	26.1	22.9	23.3	25.8	27.8

* Population data for 1987 through 1988 are revised estimates; 1989 is estimated. Data for 1990 was obtained from Alaska Population Overview, 1990 Census and Estimates published by the Department of Labor, Research and Analysis, Demographics Unit.

PERSONAL INCOME: Bureau of Economic Analysis
U.S. Department of Commerce

Year	Total Alaska Personal Income (Millions)	Alaska Per Capita	U.S. Per Capita	% Alaska to U.S.
1981	\$ 6,449	\$ 15,486	\$ 10,949	141.4
1982	7,739	17,366	11,481	151.3
1983	8,758	18,161	12,098	150.1
1984	9,140	18,087	13,114	137.9
1985	9,802	18,785	13,896	135.2
1986	9,820	18,483	14,596	126.6
1987	9,681	18,438	15,471	119.1
1988	9,991	19,042	16,491	115.5
1989	11,153	21,173	17,567	120.5
1990	11,969	21,761	18,685	116.8

POPULATION OF CORRECTIONAL FACILITIES:

	<u>1991</u>	<u>1990</u>
<u>Adult:</u>		
Mat-Su Pretrial Facility	82	62
Yukon-Kuskokwim Correctional Center	96	71
Cook Inlet Pretrial Facility	388	353
Meadow Creek Correctional Center	57	56
Anchorage Correctional Center Annex (Sixth Avenue)	98	85
Hiland Mountain Correctional Center	230	225
Fairbanks Correctional Center	182	207
Lemon Creek Correctional Center	167	165
Ketchikan Correctional Center	39	58
Nome Correctional Center	69	73
Palmer Correctional Center - Minimum	130	125
Palmer Correctional Center - Medium	168	166
Wildwood Correctional Center	203	203
Wildwood Pretrial Facility	74	92
Spring Creek Correctional Center	424	419
Alaska Prisoners in Federal Bureau of Prison Facilities and State of Minnesota Prison Facilities	<u>68</u>	<u>73</u>
Total Adult Population of Facilities	<u>2,475</u>	<u>2,433</u>
<u>Juvenile:</u>		
McLaughlin Youth Center	142	142
Fairbanks Youth Facility	30	26
Nome Youth Center	8	15
Johnson Youth Center	11	13
Bethel Youth Facility	<u>10</u>	<u>9</u>
Total Juvenile Population of Facilities	<u>201</u>	<u>205</u>